

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB1529538052

155615 OPERATOR

Initial Report Final Report

Name of Company: Nadel and Gussman Permian, LLC	Contact: Bill Dougherty
Address: 601 N. Marienfeld, Suite 508, Midland, TX 79707	Telephone No. 325-998-7107
Facility Name: South Taylor 13 Federal #5	Facility Type: Oil Well
Surface Owner U.S.A	Mineral Owner
API No. 30-015-37092	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	13	18 S	31 E	1697	SOUTH	1600	EAST	EDDY

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Oil and Water	Volume of Release 26 BBLs	Volume Recovered 24 BBLs
Source of Release Leaking Firetube Gasket	Date and Hour of Occurrence 10/19/2015 Early Morning	Date and Hour of Discovery 10/19/2015 10:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Shelley Tucker of the BLM on 10/19/2015 and Heather Patterson of OCD on 10/20/2015	
By Whom? Bill Dougherty	Date and Hour 10/19/2015 10:15 AM	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

The firetube gasket on the Heater Treater leaked.
A Double R Vacuum truck arrived on location 10:15 AM.

Describe Area Affected and Cleanup Action Taken.*

Approx. 24 BBLs of oil and produced water were released into the separation equipment berm, which borders the location edge. Separation berm is lined with plastic. Approx. 2 BBL of spray and run off got off of location.

A double R vacuum truck sucked up all oil and produced water inside the berm and put back in production tanks.

Contaminated soil will be scraped up and hauled to disposal site (R360), and then NGP will take a sample of the soil where the run off/over-spray occurred. Sample will be sent to Trace Analysis for analysis and sample results will be sent to Shelly Tucker of the BLM. Pending sample results, additional remediation, if any is needed, will be performed. A final C-141 will be submitted with location pictures after all remediation work is finished.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature: <i>Sarah Presley</i>	OIL CONSERVATION DIVISION	
Printed Name: Sarah Presley	Approved by Environmental Specialist: <i>[Signature]</i>	
Title: Regulatory Analyst	Approval Date: <i>10/22/15</i>	Expiration Date: <i>N/A</i>
E-mail Address: spresley@naguss.com	Conditions of Approval: Remediation per O.C.D. Rules & Guidelines checked <input type="checkbox"/>	
Date: 10/21/2015 Phone: 432-682-4429	SUBMIT REMEDIATION PROPOSAL NO	

ATER THAN: *11/23/15*

2RD-3349

NM OIL CONSERVATION
ARTESIA DISTRICT
OCT 21 2015

RECEIVED

Patterson, Heather, EMNRD

From: Sarah Presley <spresley@naguss.com>
Sent: Wednesday, October 21, 2015 12:22 PM
To: Tucker, Shelly (stucker@blm.gov); Patterson, Heather, EMNRD
Cc: Joel Martin; Bill Dougherty; Raven Vasquez; Stacey Peck
Subject: Nadel & Gussman Permian, L.L.C. - South Taylor 13 Federal #5 - Initial C-141
Attachments: South Taylor 13 Fed #5.Initial C-141.10 21 2015.pdf

Good Afternoon,

Please see the attached initial C-141 for the South Taylor 13 Federal #5.

Thank you,

Sarah Presley

Nadel and Gussman Permian, L.L.C.
601 N. Marienfeld, Suite 508
Midland, TX 79701
Ph: 432-682-4429
Fax: 432-682-4325
spresley@naguss.com

ENVIRONMENTAL RELEASE NOTIFICATION

Call-In Sheet

Date: 10/20/15

Notice received by: HRP

Nadel & Gussman 325-998-7107

S. Taylor 13 Fuel # 5

Name of Company/Phone #

Facility Name

API # Sec. Township Range Date of Occurrence 10/19/15

Date/Hour of Discovery Type of Release Volume of Release 24661 oil & water inside Volume Recovered

Briefly Describe Cause of Problem and action taken: BLM on site 10/19/15

leak gasket leak - overspray off location

lined berm will send C-141

Bill Daugherty 10/20/15 8:44am

Notice given by: Name/ Company

Date/Hour Immediate Notice given

Date C-141 received: ZRP-

FLARE NOTIFICATION

Call-In Sheet

Date:

Notice received by:

Name of Company/Phone #

Facility Name

Date of Occurrence Date/Hour of Flare Type of Release

Flared MCF Volume Volume Recovered

Briefly Describe Cause of Problem and action taken:

Notice given by: Name/ Company

Date/Hour Immediate Notice given

Date C-141 received: ZRP-