

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

NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141  
Revised August 8, 2011

FEB 23 2016

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

RECEIVED

**PAB1605634968 Release Notification and Corrective Action**

**PAB1605635112**

**OPERATOR**

X Initial Report

Final Report

Name of Company	Agave Energy Company	Contact	Kerry Egan
Address	326 West Quay Artesia, NM 88210	Telephone No.	575 513-8988
Facility Name:	Seven Rivers Compressor Station	Facility Type:	Compressor Station

Surface Owner:	Mineral Owner:	API No.:
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**LOCATION OF RELEASE**

Unit Letter	Section 25	Township 19S	Range 24E	Feet from the	North/South Line	Feet from the	East/West Line	County EDDY
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Latitude 32.636136 Longitude-104.549427

**NATURE OF RELEASE**

Type of Release: Pipeline liquids	Volume of Release: Unknown (historic leak)	Volume Recovered: N/A
Source of Release: Pipeline liquids,	Date and Hour of Occurrence: Unknown (historic leak)	Date and Hour of Discovery: 2/16/16
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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.\*  
Two fiberglass tanks located on the north side of the compressor station, placed in a dirt containment, were used to collect pipeline liquids from PVC water and gas lines in the area. Upon removal of the tanks there were no indications of soil contamination. After removal, signs of soil contamination began to appear where the tanks had been. All PVC gas lines in the area have been shut in and blown down.

Describe Area Affected and Cleanup Action Taken.\*  
The area with signs of contamination is only 15' by 15'. The containment, which has been removed, is approximately 30' by 50' in extent. This is believed at this point to be the worst case for contamination. Investigation is beginning to determine the total extent of contamination.

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>Kerry Egan</i>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Kerry Egan	Approved by Environmental Specialist: <i>Michelle Brannan</i>	
Title: Eng Tech	Approval Date: 2/25/16	Expiration Date: N/A
E-mail Address: KEgan@agaveenergy.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 2/23/16	Phone: 575 748-4555	<b>Remediation per O.C.D. Rules &amp; Guidelines</b>

**SUBMIT REMEDIATION PROPOSAL NO LATER THAN: 3/26/16** 2RP-355A

\* Attach Additional Sheets If Necessary