

NM OIL CONSERVATION

ARTESIA DISTRICT

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

SEP 09 2016

Form C-141
Revised August 8, 2011

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB11025929012

OPERATOR

Initial Report Final Report

Name of Company Yates Petroleum Corporation	<i>25575</i>	Contact Robert Asher
Address 104 S. 4 th Street		Telephone No. 575-748-1471
Facility Name Grange BII Federal #1		Facility Type Battery

Surface Owner Federal	Mineral Owner Federal	API No. 30-015-35802
--------------------------	--------------------------	-------------------------

LOCATION OF RELEASE

Unit Letter P	Section 29	Township 25S	Range 25E	Feet from the 660	North/South Line South	Feet from the 990	East/West Line East	County Eddy
------------------	---------------	-----------------	--------------	----------------------	---------------------------	----------------------	------------------------	----------------

Latitude 32.0953331 Longitude 104.4124374

NATURE OF RELEASE

Type of Release Produced Water	Volume of Release 16 B/PW	Volume Recovered 16 B/PW
Source of Release Produced water tank	Date and Hour of Occurrence 8/29/2016; AM	Date and Hour of Discovery 8/29/2016; AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher/NMOCD II	
By Whom? Robert Asher/Yates Petroleum Corporation	Date and Hour 8/29/2016; 4:12 PM	
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.*

Lightning struck the produced water tank, catching the tank on fire, causing the release. Area Fire Department dispatched, vacuum truck(s) and roustabout crews were called.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 20' X 65' (inside bermed and lined battery). Area fire department extinguished the fire. All (100%) of the released produced water recovered. The damaged tank to be replaced and well put back into service. Depth to Ground Water: <50' (approx. 25', Chevron/Texaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10. Based on recovery of all produced water, and battery is bermed/lined and liner intact, Yates Petroleum Corporation requests closure.

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>Robert Asher</i>	OIL CONSERVATION DIVISION	
Printed Name: Robert Asher	Approved by Environmental Specialist: <i>Mike Bratcher</i>	
Title: NM Environmental Regulatory Supervisor	Approval Date: <i>9/15/16</i>	Expiration Date: <i>N/A</i>
E-mail Address: boba@yatespetroleum.com	Conditions of Approval: <i>FINAL</i>	Attached <input type="checkbox"/>
Date: September 9, 2016	Phone: 575-748-4217	2RP-

* Attach Additional Sheets If Necessary

2 RP-3884

Bratcher, Mike, EMNRD

From: Bob Asher <BobA@yatespetroleum.com>
Sent: Friday, September 09, 2016 9:30 AM
To: Bratcher, Mike, EMNRD
Cc: Amber Griffin; Veronica Alvarado
Subject: FW: Release Notification (Grange BII Federal #1)
Attachments: Grange BII Federal 1 (C141 Initial Final 08 29 2016).pdf

Mike,

When the release was first reported internally, the Production Foreman did not know the battery was lined and reported the release to me that none of the released produced water was recovered. He later found out that the battery was lined. The attached C-141 reflects the correct amounts released and recovered.

Thank you.

Robert Asher
Sr. Environmental Supervisor
Health & Environmental Department
Yates Petroleum Corporation
Yates Safety Begins With YOUR Safety

From: Bob Asher
Sent: Monday, August 29, 2016 4:12 PM
To: mike.bratcher@state.nm.us; heather.patterson@state.nm.us; stucker@blm.gov
Cc: Amber Griffin; Chase Settle; Katie Parker; Veronica Alvarado
Subject: Release Notification (Grange BII Federal #1)

Yates Petroleum Corporation is reporting a release at the following location (8/29/2016, 3:40 PM).

Grange BII Federal #1
30-015-35802
660 FSL & 990 FEL
Section 29, T25S-R25E
Eddy County, New Mexico

Released: 20 B/PW; Recovered: 0 B/PW.

Cause of the release was from a lightning strike hitting the fiberglass produced water tank. Vacuum truck(s) and roustabout crews were called. No further information at this time. A Form C-141 with complete information will be submitted.

Thank you.

Robert Asher
Sr. Environmental Supervisor
Health & Environmental Department
Yates Petroleum Corporation

Patterson, Heather, EMNRD

From: Bob Asher <BobA@yatespetroleum.com>
Sent: Monday, August 29, 2016 4:12 PM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; stucker@blm.gov
Cc: Amber Griffin; Chase Settle; Katie Parker; Veronica Alvarado
Subject: Release Notification (Grange BII Federal #1)

Yates Petroleum Corporation is reporting a release at the following location (8/29/2016, 3:40 PM).

Grange BII Federal #1
30-015-35802
660 FSL & 990 FEL
Section 29, T25S-R25E
Eddy County, New Mexico

Released: 20 B/PW; Recovered: 0 B/PW.

Cause of the release was from a lightning strike hitting the fiberglass produced water tank. Vacuum truck(s) and roustabout crews were called. No further information at this time. A Form C-141 with complete information will be submitted.

Thank you.

Robert Asher
Sr. Environmental Supervisor
Health & Environmental Department
Yates Petroleum Corporation
105 S. 4th Street
Artesia, NM 88210
575-748-4217 (Office)
575-365-4021 (Cell)
Yates Safety Begins With YOUR Safety

This message may contain confidential information and is intended for the named recipient only. If you are not the intended recipient you are notified that disclosing, copying, distributing or taking any action in reliance on the contents of this information is strictly prohibited. E-mail transmission cannot be guaranteed to be secure or error-free as information could be intercepted, corrupted, lost, destroyed, arrive late or incomplete, or contain viruses. The sender therefore does not accept liability for any errors or omissions in the contents of this message, which arise as a result of e-mail transmission. If verification is required please request a hard-copy version.
