District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

* Attach Additional Sheets If Necessary

RECEIVED State of New Mexico Energy Minerals and Natural Resources

JUL 1 2 2010 Oil Conservation Division 1220 South St. Francis Dr.

HOBBSOCD Santa Fe, NM 87505

Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

••						OPERATOR Initial Report Fin					Final Report		
Name of Company - Chevron USA Inc						Contact - Andres Roblez							
Address – 2401 Ave O, Eunice NM 88231						Telephone No. – 575-394-1237 (office), 575-390-4866 (Cell)							
Facility Name	e – Grahai	n State I Batt	msey Consol #1	F	Facility Type – Tank Battery								
Surface Owner – State Mineral Owner - S						State Lease No.							
					ON OF RELEASE								
Unit Letter	Section	Township	Range	Feet from the		outh Line	Feet from the	Fact/West	/West Line County				
M	19	21S	37E	r cet from the	- North St	Julii Line	r cet nom me	Last West	Line	LEA			
LatitudeLongitude													
NATURE OF RELEASE API # 30.025.06668.00.00 Type of Release - Produced Water Volume of Release 15.00 bbls Volume Recovered - 10 bbls													
Type of Release – Produced Water							Volume of refease 15.00 bols						
Source of Release - Swedge on discharge side of Transfer pump failed due to thread corrosion on swedge.							06/27/2010 14:30 pm			Date and Hour of Discovery 06/27/2010 14:30 am			
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required						If YES, To Whom? Jeff Lecking (by phone)							
By Whom? Andres Roblez						Date and Hour 06/28/2010 10:30 am							
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse.							
If a Watercourse was Impacted, Describe Fully.*													
If a Watercours	se was impa	ctea, Describe r	ully.*										
								6. LAST	7 000 E	D LIM!			
Describe Cause of Problem and Remedial Action Taken.* 3" X 1" Swedge on discharge side of water transfer pump failed due to corrosion on threads on the 1" side IPC failed due to erosion damage. When transfer pump came on the threads failed and caused a leak filling up the transfer pump secondary containment causing it to fill up and overflow to pasture.													
Describe Arca	Affected and	1 Cleanup Actio	n Taken.*										
Describe Arca Affected and Cleanup Action Taken.* The water overflowed over transfer pump Secondary containment and landed outside the berm. We have not initiated clean up yet due to rain. Rain water was still standing on location. When it dries up we will take some ground samples and initiate cleanup as accordingly.													
Area impact	ed: Pastur	e land	A	Approximate size	e was 15	0' x 80'							
Depth to $GW = 110 - 125$ ft.													
Chloride Levels - 44,000 ppm													
are required to of a C-141 repo	report and/o ort by the NM that pose a ti	r file certain rele MOCD marked a rreat to ground	ease notific as "Fınal R water, surf	te and complete to the ations and perform eport" does not relie ace water, human he er federal, state, or l	corrective eve the ope alth or the	actions for re rator of liabil environment.	leases which may er ity should their oper In addition, NMO	ndanger pub rations have	lic healt failed to	n or the environ adequately inv	ment. T	The acceptance and remediate	
							OIL CON	NSERVA	TION	DIVISION	1		
Signature:						Approved by District Supervisor: A. M. D							
Printed Name: Andres Roblez						-pproved by t	Suite paper risult		off	steller -	:		
Title: Safety Specialist						Approval Date	:07/14/10	7/14/10 Expiration Date: 09/14/10			<u>}</u>		
E-mail Address	s arxd@ch	evron.com_				Conditions of	Approval DECIN	FULL I	0	Attached			
Date: 07/06/2010 Phone: 575-390-4866						Conditions of Approval DECINEATE TO CLEAN +1. SUBMIT FINAL C-141 Attached DEY 09/14/10.					2624		