

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 Department

Form C-141
Revised August 24, 2018
Submit to appropriate OCD District office

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

Incident ID	NDHR1916850853
District RP	IRP-5549
Facility ID	
Application ID	pDHR1916850079

Release Notification

Responsible Party

Responsible Party	RG Exploration LLC	OGRID	372473	DHR 6/17/2019
Contact Name	Ashley Noonan, Consultant (Progressive Consulting)	Contact Telephone	(303) 309-1594	
Contact email	anoonan@progressivepcs.net	Incident #	(assigned by OCD)	
Contact mailing address	1625 Broadway, Suite 880 Denver, CO 80202			

Location of Release Source

Latitude 32.63741 Longitude -103.07498
(NAD 83 in decimal degrees to 5 decimal places)

Site Name	Jade 19 39 29 STATE COM 003H	Site Type	Oil and Gas Location
Date Release Discovered	05/31/2019	API# (if applicable)	30-025-43294

Unit Letter	Section	Township	Range	County
D	29	19S	39E	Lea

Surface Owner: State Federal Tribal Private (Name: _____)

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

<input type="checkbox"/> Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
<input type="checkbox"/> Produced Water	Volume Released (bbls)	Volume Recovered (bbls)
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Condensate	Volume Released (bbls)	Volume Recovered (bbls)
<input checked="" type="checkbox"/> Natural Gas	Volume Released (Mcf) 1526 mcf flared	Volume Recovered (Mcf)
<input type="checkbox"/> Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release

On 05/31/2019 it was discovered that an extension to the C-129 flare permit was not filed prior to the expiration on 04/09/2019. The Jade 19 39 29 State Com 003H has been flaring gas (37) days from 04/24/2019 to 05/30/2019 for a total of 1526 mcf of gas that has been flared during this period (well was shut-in from 04/09/2019 to 04/23/2019).

Note: Since 01/10/2019 this well has experienced several down hole and surface equipment issues so it has only flared gas for a total of 65 days as of 05/31/2019 for a total of 3757 mcf gas.

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Was this a major release as defined by 19.15.29.7(A) NMAC? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, for what reason(s) does the responsible party consider this a major release? Per 19.15.29.7(A) (3) a "Major Release" means an unauthorized release of gases exceeding 500MCF, since this period of 04/24/2019 to 05/30/2019 flared 1526 MCF this would potentially be considered a major release.
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? Phone call was made to Paul Kautz at 2:15pm (MST) on 05/31/2019 notifying him of the missing C-145 submittal, he stated that the submittal should be made as soon as possible to Rick Rickman. A follow up call was made to Rick Rickman notifying him of the situation at ~3pm (MST), he stated that a C141 would be required for an flaring past 04/09/2019 (if applicable) in addition to the C145 flare permit application.	

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

<input type="checkbox"/> The source of the release has been stopped. <input type="checkbox"/> The impacted area has been secured to protect human health and the environment. <input type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input type="checkbox"/> All free liquids and recoverable materials have been removed and managed appropriately.	
If all the actions described above have <u>not</u> been undertaken, explain why: The gas is being flared in a safe and acceptable manner via an approved flare stack, therefore it has not been stopped while the flare permit is renewed. A C-129 Flare Permit has been submitted to the NMOCD via email to Rick Rickman at leslie.rickman.state.nm.us on stating the request for (90) days from the date of submittal. A calendar entry has been made for all on the applicable parties involved with RG Exploration's producing wells so that this oversight is not made again in the future and all flare permit renewal applications are submitted prior to the expiration of the previous approval.	
Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.	
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.	
Printed Name: <u>Ashley Noonan</u>	Title: <u>Sr. Regulatory Analyst</u>
Signature: <u></u>	Date: <u>05/31/2019</u>
email: <u>anoonan@progressivepcs.net</u>	Telephone: <u>(303) 309-1594</u>
<u>OCD Only</u>	
Received by: <u>Dylan Rose-Coss</u>	Date: <u>06/17/2019</u>