

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

Form C-141
Revised August 8, 2011

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

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

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company – Thompson Engineering & Production	Contact – Vern Andrews
Address – 7415 East Main St., Farmington, NM 87410	Telephone No. – 505-327-4892 or 505-320-1763 (cell)
Facility Name – Charley # 2	Facility Type – Producing Oil Well
Surface Owner - NAPI	Mineral Owner - Navajo
API No. – 30-045-25940	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	21	27N	13W					San Juan

Latitude N36.554856 Longitude W108.221704

NATURE OF RELEASE

Type of Release – Crude Oil	Volume of Release – 130.49 bbls	Volume Recovered - 0
Source of Release – Production Oil Tank	Date and Hour of Occurrence – 4/2 – 4/5/16	Date and Hour of Discovery 4/6/16 @ 1400 hrs
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Left voice message @ 5 pm for NMOCD Aztec office on 4/6/16 Left voice message @ 10 am at Farmington BLM office for Katrina Diemer	
By Whom? Vern Andrews	Date and Hour – Appx. 5 pm to NMOCD Aztec office	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse NA	

OIL CONS. DIV DIST. 3
APR 21 2016

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

4-6-16 - Drain valve on production oil tank failed. Russell McQuitty found valve sealed in the closed position with oil drained to the 56 bbl water tank which overflowed and filled the containment around the water tank, filling it about 3/4 full of oil. Oil then found a mousehole in the dirt containment and flowed through it onto the well pad. Oil contamination was approximately 80 feet long and 25 feet wide outside of the water tank containment. Tank level prior to leak was 16'-9" -- 336.27 bbls in the single oil tank on the well # 64239. Russell immediately notified his supervisors and then called a vacuum truck and pulled all oil from the water tank and all standing oil that we could recover around the water tank then pulled all oil from the oil tank and moved it to the adjacent well, the Charley J # 1 oil tank #62472 which only had 4'-2" in it so we could minimize the risk of more oil leaking and replace the drain valve on the Charley # 2 oil tank. We replaced the oil tank drain valve on 4-7-16 and moved all oil back to the Charley # 2, ending with a final gauge of 10'-3" -- 205.78 bbls. We began excavating the contaminated soil and hauling it to Envirotech's landfarm facility.

Describe Area Affected and Cleanup Action Taken.*

Area affected was between the water drain tank and the pump unit, an area 80 feet long by 25 feet wide, and the area inside of the water drain tank containment walls, appx. 20'x20'. See attached pictures.

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: *Vern O. Andrews*

OIL CONSERVATION DIVISION



Printed Name: Vern O. Andrews	Approved by Environmental Specialist: 	
Title: Production Superintendent	Approval Date: 4/21/16	Expiration Date:
E-mail Address: vern@walsheng.net	Conditions of Approval: Sample Area BTEX, TPH NUF 1613942281	Attached <input type="checkbox"/>
Date: 4/8/16 Phone: 505-327-4892		

* Attach Additional Sheets If Necessary