

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

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
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 ☐ Final Report

Name of Company	Burlington Resources, a wholly owned subsidiary of ConocoPhillips Company	Contact	Monica D. Johnson
Address	3401 E. 30th St., Farmington, NM 87402	Telephone No.	505-326-9829
Facility Name	Ute #22	Facility Type	Gas Well
Surface Owner	Ute Mountain Ute Tribe	Mineral Owner	Ute Mountain Ute Tribe
		Lease No.	I-22-IND-2772

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	17	T32N	R14W	2000'	North	1925'	East	San Juan

Latitude **36.98971°** Longitude **108.33017°**

RCVD JUN 4 07
OIL CON. DIV.
DIST. 3

NATURE OF RELEASE

Type of Release – Condensate and produced water	Volume of Release – 377 BBL condensate & 54 BBL produced water	Volume Recovered – none
Source of Release: Tank leak – suspected corrosion	Date and Hour of Occurrence Between 4/25/07 and 5/29/07	Date and Hour of Discovery 5/31/07 – 1:00 p.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Charlie Perrin – OCD – via phone Marie Lope – BLM Colorado (Ute tribal lands) – via phone 970-799-2956 Tom Rice – Ute Mtn. Ute Tribal Energy – via phone 970-749-6432	
By Whom? Monica D. Johnson	Date and Hour – 5/31/07 – 1:30 p.m.	
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.* **ConocoPhillips Company discovered a spill of at least 431 BBL (377 BBL condensate and 54 BBL produced water) at the Ute #22 on 5/31/07 due to a suspected hole in the bottom of a 500 BBL oil tank, most probably due to corrosion in a high H2S area. All fluids remained within the bermed area but soaked into the soil, with no fluids recoverable. Tank gauging performed on 4/25/07 showed the volume to be 377 BBL oil and 54 BBL water. Giant was scheduled to pull the contents of the tank on 5/29/07. When ConocoPhillips personnel went to location on 5/31/07 to retrieve the run ticket, a “no oil” note from Giant was found instead, and therefore we have determined that the spill occurred sometime between 4/25/07 and 5/29/07. The well was shut in until the tank can be moved off and remediation commences. A one-call was submitted to mark lines so that excavation can begin.**

Describe Area Affected and Cleanup Action Taken.* **All fluids remained within the bermed area but soaked into the soil, with no fluids recoverable. For remediation of the impacted soils, ConocoPhillips plans to excavate the soil to spill closure standards and haul it offsite to a commercial landfarm. Excavation is expected to start on Tuesday, 6/5/07. Marie Lope with the BLM and Tom Rice with Ute Mountain Ute Tribal Energy wish to be present for excavation activities. ConocoPhillips requests assistance from the Tribe in determining if there is a nearby stock pond from which clean backfill soil can be hauled to replace the soil excavated. A final report with details and sampling results will be submitted following remediation activities.**

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>Monica D. Johnson</i>	OIL CONSERVATION DIVISION	
Printed Name: Monica D. Johnson	Approved by District Supervisor: <i>Brand Bell</i> For: <i>Charlie Perrin</i>	
Title: Environmental Specialist	Approval Date: 6-4-07	Expiration Date:
E-mail Address: monica.johnson@conocophillips.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 5/31/07 Phone: 505-326-9829		

* Attach Additional Sheets If Necessary

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