

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 | nAPP2108136281 |
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| | |
|---|---|
| Responsible Party Harvest Midstream Company | OGRID 373888 |
| Contact Name Kijun Hong | Contact Telephone 505-632-4475 |
| Contact email khong@harvestmidstream.com | Incident # (assigned by OCD) nAPP2108136281 |
| Contact mailing address 1755 Arroyo Dr., Bloomfield, NM 87413 | |

Location of Release Source

Latitude 36.73374 Longitude -107.94091
(NAD 83 in decimal degrees to 5 decimal places)

| | |
|--|------------------------------------|
| Site Name Milagro Gas Plant | Site Type Natural Gas Plant |
| Date Release Discovered 3/17/2021 - 10:30 pm | API# (if applicable) fGP0000000034 |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|----------|
| O | 12 | 29N | 11W | San Juan |

Surface Owner: State Federal Tribal Private (Name): Harvest Four Corners, LLC

Nature and Volume of Release

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

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|---|--|--|
| <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 total dissolved solids (TDS) 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) 560 | Volume Recovered (Mcf) 0 |
| <input type="checkbox"/> Other (describe) | Volume/Weight Released (provide units) | Volume/Weight Recovered (provide units) |

Cause of Release

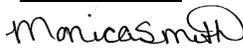
The plant experienced a full facility shutdown, resulting in a loss of power, which resulted in a loss of air pressure to the emergency shutdown device (ESD). The Train 5 vent valve has a fail open actuator which requires air pressure to keep it closed. Gas loss volume based on estimated port size, average pressure, and duration. The leak has been repaired. No liquids.

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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? NMAC 19.15.29.7.A(3): an unauthorized release of gases exceeding 500 MCF |
| If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? Immediate Notice was provided by Kijun Hong to Cory Smith and Jim Griswold of OCD via email on March 18, 2021 at 10:14 pm. | |

Initial Response

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

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| <input checked="" type="checkbox"/> The source of the release has been stopped. <input checked="" type="checkbox"/> The impacted area has been secured to protect human health and the environment. <input checked="" type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input checked="" 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: _____ _____ _____ |
| 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>Monica Smith</u> Title: <u>Environmental Specialist</u> Signature: <u></u> Date: <u>4/1/2021</u> email: <u>msmith@harvestmidstream.com</u> Telephone: <u>505-632-4625</u> |
| <u>OCD Only</u> Received by: <u>Ramona Marcus</u> Date: <u>4/26/2021</u> |

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(575) 393-6161 Fax:(575) 393-0720

District II
 811 S. First St., Artesia, NM 88210
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District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 22512

CONDITIONS OF APPROVAL

| | | | | | | | | | |
|-----------|---------------------------|--------------------|------------------|--------|--------|----------------|-------|--------------|-------|
| Operator: | HARVEST FOUR CORNERS, LLC | 1111 Travis Street | Houston, TX77002 | OGRID: | 373888 | Action Number: | 22512 | Action Type: | C-141 |
|-----------|---------------------------|--------------------|------------------|--------|--------|----------------|-------|--------------|-------|

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| OCD Reviewer | Condition |
| marcus | When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C-141 |