

**From:** [Cordero, Gilbert, EMNRD](#)  
**To:** [Bratcher, Mike, EMNRD](#); [Weaver, Crystal, EMNRD](#); [Podany, Raymond, EMNRD](#); [Bayliss, Randolph, EMNRD](#)  
**Subject:** Americo Energy  
**Date:** Thursday, February 2, 2017 12:54:45 PM  
**Attachments:** [DSC08757.JPG](#)  
[DSC08758.JPG](#)  
[DSC08759.JPG](#)  
[DSC08760.JPG](#)

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Attached are pictures of the flare and staining of the pasture on the Americo Energy Resources, Stiletto 16 State 007H, API 30-015-40194.

Thanks,

Gilbert Cordero  
Compliance Officer  
NMOCD District II  
Office 575.748.1283 ext.114  
Cell 575.626.0830

**From:** [Bratcher, Mike, EMNRD](#)  
**To:** [jim.brown@americoenergy.com](mailto:jim.brown@americoenergy.com)  
**Cc:** [Weaver, Crystal, EMNRD](#); [Podany, Raymond, EMNRD](#); [Podany, Raymond, EMNRD](#); [agroves@ slo.state.nm.us](mailto:agroves@ slo.state.nm.us)  
**Subject:** FW: Americo Energy  
**Date:** Thursday, February 2, 2017 1:41:08 PM  
**Attachments:** [DSC08757.JPG](#)  
[DSC08758.JPG](#)  
[DSC08759.JPG](#)  
[DSC08760.JPG](#)

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Mr. Brown,

A New Mexico Oil Conservation Division field inspectors came across this release on an Americo well site. Please submit a Form C-141 for reporting. A delineation of the site as well as a proposal for remediation will be required. A representative of the State Land Office has been copied on this correspondence, as records reflect the site being situated on SLO administered surface.

If you have any questions or concerns, please contact me.

Mike Bratcher  
NMOCD District 2  
811 South First Street  
Artesia NM 88210  
575-748-1283 Ext 108  
[mike.bratcher@state.nm.us](mailto:mike.bratcher@state.nm.us)

---

**From:** Cordero, Gilbert, EMNRD  
**Sent:** Thursday, February 2, 2017 12:55 PM  
**To:** Bratcher, Mike, EMNRD <mike.bratcher@state.nm.us>; Weaver, Crystal, EMNRD <Crystal.Weaver@state.nm.us>; Podany, Raymond, EMNRD <Raymond.Podany@state.nm.us>; Bayliss, Randolph, EMNRD <Randolph.Bayliss@state.nm.us>  
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# NM OIL CONSERVATION ARTESIA DISTRICT

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

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

Form C-141  
Revised August 8, 2011

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

## Release Notification and Corrective Action

**NAB1705356234** **228051** OPERATOR ☒ Initial Report ☐ Final Report

Name of Company <b>AMERIGO ENERGY RESOURCES, LLC</b>	Contact <b>PAMELA FENDLEY</b>
Address <b>7575 SAN FELIPE, SUITE 200 HOUSTON, TX 77063</b>	Telephone No. <b>713.984.9700</b>
Facility Name <b>STILETTO 16 STATE No. 7H</b>	Facility Type <b>OIL WELL</b>

Surface Owner <b>STATE OF NEW MEXICO</b>	Mineral Owner <b>STATE OF NEW MEXICO</b>	API No. <b>30-015-40194</b>
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## LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<b>C</b>	<b>16</b>	<b>20S</b>	<b>25E</b>	<b>330</b>	<b>NORTH</b>	<b>2190</b>	<b>WEST</b>	<b>EDDY</b>

Latitude **32.5798798** Longitude **-104.4971695**

## NATURE OF RELEASE

Type of Release <b>OIL</b>	Volume of Release <b>3.5 BBLs</b>	Volume Recovered <b>0 BBLs</b>
Source of Release <b>FLARE</b>	Date and Hour of Occurrence	Date and Hour of Discovery
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>N/A</b>	<b>12/23/2016 @ 11 PM</b> <b>12/29/2016 @ 6 AM</b>
By Whom? <b>N/A</b>	Date and Hour <b>N/A</b>	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. <b>N/A</b>	

If a Watercourse was Impacted, Describe Fully.\*

**N/A**

Describe Cause of Problem and Remedial Action Taken.\*


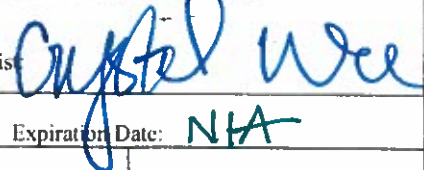
**HEATER ON STILETTO 16 STATE No. 8H WENT TO FLARE ON LOCATION OF STILETTO 16 STATE No. 7H WHICH CAUSED OIL RELEASE. REMEDIAL ACTION TAKEN, PUT MICROBLAZE ON ALL OIL STAINED GRASS.**

Describe Area Affected and Cleanup Action Taken.\*

**WAITING ON NM OGD DECISION FOR PROPER CLEAN UP ACTION AFTER FORM C-141 IS REVIEWED BY CRYSTAL WEAVER WITH THE NM OGD.**

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.

## OIL CONSERVATION DIVISION

Signature: 	Approved by Environmental Specialist 	
Printed Name: <b>AARON JACOBSON</b>	Approval Date: <b>2/22/17</b>	Expiration Date: <b>N/A</b>
Title: <b>ENGINEER</b>	Conditions of Approval: <b>COAs attached</b>	
E-mail Address: <b>aaron.jacobson@amerigoenergy.com</b>	Attached <input checked="" type="checkbox"/>	
Date: <b>2/9/2017</b> Phone: <b>713.984.9700</b>		

\* Attach Additional Sheets If Necessary

**2RP-4124**

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 2/21/17 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 2RP-4124 has been assigned. Please refer to this case number in all future correspondence.

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

*The responsible person shall complete division-approved corrective action for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]*

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District II office in Artesia on or before 3/31/17. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

- Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C<sub>6</sub> thru C<sub>36</sub>), and for chloride by Method 300. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.
- Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C<sub>6</sub> thru C<sub>36</sub>), and for chloride by Method 300. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.
- Nominal detection limits for field and laboratory analyses must be provided.
- Composite sampling is not generally allowed.
- Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

- Probable depth to shallowest protectable groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to protectable water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.
- If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.
- Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold  
OCD Environmental Bureau Chief  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505  
505-476-3465  
jim.griswold@state.nm.us

**From:** [Weaver, Crystal, EMNRD](#)  
**To:** [Bratcher, Mike, EMNRD](#); [jim.brown@americoenergy.com](mailto:jim.brown@americoenergy.com)  
**Cc:** [Podany, Raymond, EMNRD](#); [agroves \(agroves@agroves.slo.state.nm.us\)](mailto:agroves@agroves.slo.state.nm.us)  
**Subject:** RE: Americo Energy  
**Date:** Wednesday, March 1, 2017 12:03:00 PM  
**Attachments:** [1. 4124 - COAs & signed C-141 intial.pdf](#)

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Hello Jim,

I have included a scanned copy of the signed Initial C-141 Remediation Permit along with an attached Conditions of Approval. The OCD tracking number for this event is 2RP-4124.

Thank you,

## Crystal Weaver

Environmental Specialist

OCD – Artesia District II

811 S. 1<sup>st</sup> Street

Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963

Fax: 575-748-9720

---

**From:** Bratcher, Mike, EMNRD  
**Sent:** Thursday, February 2, 2017 1:41 PM  
**To:** [jim.brown@americoenergy.com](mailto:jim.brown@americoenergy.com)  
**Cc:** Weaver, Crystal, EMNRD <[Crystal.Weaver@state.nm.us](mailto:Crystal.Weaver@state.nm.us)>; Podany, Raymond, EMNRD <[Raymond.Podany@state.nm.us](mailto:Raymond.Podany@state.nm.us)>; Podany, Raymond, EMNRD <[Raymond.Podany@state.nm.us](mailto:Raymond.Podany@state.nm.us)>; agroves ([agroves@agroves.slo.state.nm.us](mailto:agroves@agroves.slo.state.nm.us)) <[agroves@agroves.slo.state.nm.us](mailto:agroves@agroves.slo.state.nm.us)>  
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If you have any questions or concerns, please contact me.

Mike Bratcher  
NMOCD District 2  
811 South First Street  
Artesia NM 88210  
575-748-1283 Ext 108  
[mike.bratcher@state.nm.us](mailto:mike.bratcher@state.nm.us)

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**From:** Cordero, Gilbert, EMNRD  
**Sent:** Thursday, February 2, 2017 12:55 PM  
**To:** Bratcher, Mike, EMNRD <[mike.bratcher@state.nm.us](mailto:mike.bratcher@state.nm.us)>; Weaver, Crystal, EMNRD <[Crystal.Weaver@state.nm.us](mailto:Crystal.Weaver@state.nm.us)>; Podany, Raymond, EMNRD <[Raymond.Podany@state.nm.us](mailto:Raymond.Podany@state.nm.us)>; Bayliss, Randolph, EMNRD <[Randolph.Bayliss@state.nm.us](mailto:Randolph.Bayliss@state.nm.us)>  
**Subject:** Americo Energy

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Thanks,

Gilbert Cordero  
Compliance Officer  
NMOCD District II  
Office 575.748.1283 ext.114  
Cell 575.626.0830



## Bratcher, Mike, EMNRD

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**From:** Groves, Amber <agroves@slo.state.nm.us>  
**Sent:** Thursday, December 14, 2017 11:22 AM  
**To:** Weaver, Crystal, EMNRD; Bratcher, Mike, EMNRD; 'jim.brown@americoenergy.com'  
**Cc:** Podany, Raymond, EMNRD  
**Subject:** RE: Americo Energy

Jim,

I just left you a voicemail as I still have not received the update for this site and you are still not in compliance.

Thank you,

**Amber Groves**  
Remediation Specialist  
Field Operations Division  
(575)392-3697  
(575)263-3209 cell  
New Mexico State Land Office  
2827 N. Dal Paso Suite 117  
Hobbs, NM 88240



**\*The New Mexico State Land Office will be closed from 12/22/2017 at 1pm - 01/01/2018. The office will reopen on 01/02/2018. Happy Holidays!**

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**From:** Groves, Amber  
**Sent:** Wednesday, November 15, 2017 11:26 AM  
**To:** 'Weaver, Crystal, EMNRD' <Crystal.Weaver@state.nm.us>; Bratcher, Mike, EMNRD <mike.bratcher@state.nm.us>; jim.brown@americoenergy.com  
**Cc:** Podany, Raymond, EMNRD <Raymond.Podany@state.nm.us>  
**Subject:** RE: Americo Energy

Jim,

I am needing an update on this location, please. Your delineation plan was due to NMOCD on March 31, 2017. Please advise as soon as possible as Americo is not currently compliant with NMSLO oil & gas rules.

Thank you,



**Amber Groves**

Remediation Specialist  
Field Operations Division  
(575)392-3697  
(575)263-3209 cell  
New Mexico State Land Office  
2827 N. Dal Paso Suite 117  
Hobbs, NM 88240



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Thank you,

**Crystal Weaver**

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OCD – Artesia District II  
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Artesia, NM 88210  
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([agroves@slo.state.nm.us](mailto:agroves@slo.state.nm.us)) <[agroves@slo.state.nm.us](mailto:agroves@slo.state.nm.us)>

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Podany, Raymond, EMNRD <[Raymond.Podany@state.nm.us](mailto:Raymond.Podany@state.nm.us)>; Bayliss, Randolph, EMNRD  
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**District I**  
1625 N. French Dr., Hobbs, NM 88240  
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811 S. First St., Artesia, NM 88210  
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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 384225

CONDITIONS

Operator: AMERICO ENERGY RESOURCES LLC 7575 San Felipe Houston, TX 77063	OGRID: 228051
	Action Number: 384225
	Action Type: [IM-SD] Incident File Support Doc (ENV) (IM-BNF)

CONDITIONS

Created By	Condition	Condition Date
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