

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

MAY 10 2016 Form C-141
Revised August 8, 2011

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

Submit **RECEIVED** Appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

NAB10132535A1

Name of Company: Linn Operating <i>209324</i>		OPERATOR	<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Address: 2130 W Bender, Hobbs, NM 88240		Contact: EL Gonzales		
Facility Name: Skelly Unit 276		Telephone No.: 575-738-1739		
		Facility Type: Oil Producer		
Surface Owner: Federal	Mineral Owner	API No: 30-015-29225		

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	27	17S	31E	687	North	1183	West	Eddy

Latitude 32.8109503533785 Longitude -103.862221362993

NATURE OF RELEASE

Type of Release Spill: Produced Water / Oil	Volume of Release: 20 bbls / 20 bbls	Volume Recovered: 0 bbls / 10 bbls
Source of Release: 3" Polyline	Date and Hour of Occurrence: 05/05/2014	Date and Hour of Discovery: 05/05/2014 0730
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? M. Burton - BLM	
By Whom? Brian Wall	Date and Hour: 05/06/2014 0640	
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.*

Flow line from well head to battery broke, spilling 40 bbls of fluid, cause of accident was age/wear on the line, 10 barrels of oil was picked up by vacuum truck, 30 barrels lost.

Describe Area Affected and Cleanup Action Taken.*

Leak ran west 1.5'x30' on lease road.

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>[Signature]</i>	OIL CONSERVATION DIVISION	
Printed Name: EL Gonzales	Approved by Environmental Specialist <i>[Signature]</i>	
Title: Production Supervisor	Approval Date: <i>5/10/16</i>	Expiration Date: <i>NIA</i>
E-mail Address: elgonzales@linnenergy.com	Conditions of Approval: Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/>	
Date: _____ Phone: 575-504-8002	SUBMIT REMEDIATION PROPOSAL NO	

* Attach Additional Sheets If Necessary

LATER THAN: *01/12/16*

2RP. 3688

Bratcher, Mike, EMNRD

From: Laura Flores <lflores@diversifiedfsi.com>
Sent: Tuesday, May 10, 2016 8:55 AM
To: Bratcher, Mike, EMNRD
Cc: Gonzales, EL; Michael Burton; jamos@blm.gov; Tucker, Shelly; Patterson, Heather, EMNRD
Subject: RE: Linn - Skelly Unit #276 Work Plan
Attachments: Revised Initial C-141.pdf

Good morning, Mr. Bratcher.

Attached is the revised Initial C-141 for this site.

Thank you,
Laura Flores

From: Bratcher, Mike, EMNRD [mailto:mike.bratcher@state.nm.us]
Sent: Thursday, May 05, 2016 8:22 AM
To: Gonzales, EL <ELgonzales@lennenergy.com>; Amos, James (jamos@blm.gov) <jamos@blm.gov>; Tucker, Shelly <stucker@blm.gov>
Cc: Michael Burton <mburton@diversifiedfsi.com>; Laura Flores <lflores@diversifiedfsi.com>; Patterson, Heather, EMNRD <Heather.Patterson@state.nm.us>
Subject: RE: Linn - Skelly Unit #276 Work Plan

RE: Linn Operating * Skelly Ut 276 * 30-015-29225 * DOR: 5/5/2014

There is no RP number issued for this release at this time, and OCD has no record of this release having been reported. The C-141 included in this submittal lists release volume as 20 gallons oil & 20 gallons PW, with 10 gallons oil recovered. The body of the remediation proposal lists the release volume as 20 barrels oil & 20 barrels PW, with 10 barrels PW recovered & no oil recovered. Based on areal and vertical extent of impact listed in the remediation proposal, OCD believes the release is likely more than what is reported on the C-141. Please submit a corrected C-141 immediately. In addition, this proposal is **not approved** at this time due to the following: inconsistency in the reported release volumes, incomplete delineation in the area listed as SP1, and analytical data presented was obtained over 1.5 years ago.

OCD does have record of an open release associated with this API number. It was assigned 2RP-1724 with a release date listed as 6/17/2013.

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

Mike Bratcher
NMOCD District 2
811 S. First Street
Artesia, NM 88210
O: 575-748-1283 X108
C: 575-626-0857
F: 575-748-9720

From: Gonzales, EL [<mailto:ELgonzales@linnenergy.com>]
Sent: Thursday, March 31, 2016 9:02 AM
To: Amos, James (jamos@blm.gov); Bratcher, Mike, EMNRD
Cc: Michael Burton (mburton@diversifiedfsi.com)
Subject: FW: Linn - Skelly Unit #276 Work Plan

Morning, Guys: Here is a work plan for your review and approval----- Thanks, E L

From: Laura Flores [<mailto:lflores@diversifiedfsi.com>]
Sent: Thursday, March 31, 2016 8:43 AM
To: Gonzales, EL
Cc: Michael Burton
Subject: Linn - Skelly Unit #276 Work Plan

Good morning, Mr. Gonzales.

Attached is the work plan for the Skelly Unit #276.

Pending your review and approval, we will get it submitted to BLM and NMOCD.

Thank you,
Laura

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