

**NM OIL CONSERVATION**

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

ARTESIA DISTRICT  
Form C-141  
Revised August 8, 2011  
**MAY 16 2016**  
Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.  
**RECEIVED**

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

Name of Company: Pyote Water systems, LLC	Contact: Jerry Burton-NM OP's Manager
Address: 400 W Illinois Ste. 900 Midland, TX 79701	Telephone No. 432-448-4917
Facility Name: Dorstate SWD #1	Facility Type: SWD

Surface Owner: State	Mineral Owner: State	API No. 30-015-23728
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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
H	27	25S	28E	1980	North	660	East	Bddy

Latitude 32.102684 Longitude -104.0685654

**NATURE OF RELEASE**

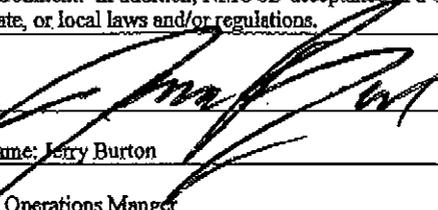
Type of Release: Produced Water	Volume of Release: 500 BBLs	Volume Recovered: 500BBLs
Source of Release: Valve seal failure	Date and Hour of Occurrence: 5/2/2016	Date and Hour of Discovery: 5/2/2016
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher-NMOCD	
By Whom? Jerry Burton	Date and Hour: 5/2/2016	
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.\*  
A centrifugal pump seal and stuffing box failure resulted in the release of 500bbls of produced water into a lined containment. Vacuum trucks were utilized to recover all of the fluid within the containment.

Describe Area Affected and Cleanup Action Taken.\*  
The fluid inside of the affected area, held within the lined containment was removed utilizing vacuum trucks. The stained areas on the location noted by SLO were not related any release meeting NMOCD reporting guidelines of at least 5bbls of fluid. However the stained areas on the location were scraped up utilizing a backhoe in routine housekeeping operations. The stained soil from these areas will be disposed of at a NMOCD approved solid waste disposal facility.

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: 	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Jerry Burton	Approved by Environmental Specialist:	<b>DENIED</b>
Title: NM Operations Manager	Approval Date:	Expiration Date:
E-mail Address: Jerry@pyotewatersystems.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 5/13/2016 Phone: 432-448-4917	<i>OCD requested sampling from pad &amp; photo documentation of intact liner.</i>	

\* Attach Additional Sheets If Necessary