

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

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

Form C-141
Revised August 24, 2018
Submit to appropriate OCD District office

Incident ID	NRM2005959916
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party: Longwood RB Pipeline, LLC, a subsidiary of San Mateo Midstream, LLC	OGRID: 372018
Contact Name: Matthew D. Spicer	Contact Telephone: 972-371-5220
Contact email: mspicer@sanmateomidstream.com	Incident # (assigned by OCD)
Contact mailing address: 5400 LBJ Freeway, Suite 1500 Dallas, TX 75240	

Location of Release Source

Latitude 32.238874 Longitude -104.090332
(NAD 83 in decimal degrees to 5 decimal places)

Site Name: Ogden Road at Black River	Site Type: Boring Location
Date Release Discovered: 02/24/2020	API# (if applicable) N/A

Unit Letter	Section	Township	Range	County
B	9	24S	28E	Eddy

Surface Owner: ☐ State ☐ Federal ☐ Tribal ☒ Private (Name: _____)

Nature and Volume of Release

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

<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 dissolved chloride 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 type="checkbox"/> Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
<input checked="" type="checkbox"/> unknown	Volume/Weight Released (provide units) unknown	Volume/Weight Recovered (provide units) unknown

Cause of Release:

It appeared that sand or silt was bubbling up from the bottom of the riverbed of the Black River. While the bubbling was occurring, approximately thirty yards downstream of the bubbling, San Mateo was conducting boring operations under the Black River, in which bentonite, soda ash and freshwater were being used as boring fluids. The source and cause of the bubbling has not yet been determined. As separately communicated to the OCD, San Mateo is undertaking an investigation to determine the cause of the bubbling and the source of the observed sand and silt. In connection with this investigation, San Mateo has obtained soil samples near the site to determine whether the sand or silt that was bubbling up included boring fluids, but San Mateo has not yet received the test results of such samples.

Form C-141

State of New Mexico
Oil Conservation Division

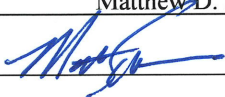
Page 2

Incident ID	NRM2005959916
District RP	
Facility ID	
Application ID	

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? San Mateo has been informed by the OCD that this is being treated as a major release due to the sand and silt being in surface water; however, San Mateo reserves all rights and defenses as to that determination and affirmatively states that no statements herein or in any prior correspondence with the OCD should be construed as an admission of any kind. In addition, San Mateo reserves the right to supplement, update, or correct this initial C-141 as and when additional information becomes available.
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? Yes, Natalie Gordon of Vertex notified NM OCD - Santa Fe (Jim Griswold) via phone message at 9:41am MST on Feb 25, 2020, and with a phone call to District 2 (Mike Bratcher) at 10:03am MST (Feb 25, 2020). An email follow-up notification was sent to Jim Griswold and Mike Bratcher of NM OCD and Sarah Holcomb and Davena Crosley of NMED at 12:38 pm MST and 12:40 pm MST, respectively, on Feb 25, 2020.	

Initial Response

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

<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 type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input 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: As of February 27, 2020 at 12:12pm MST, all operations at the boring location have ceased. San Mateo is in the process of developing a remediation plan.	
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>Matthew D. Spicer</u>	Title: <u>Chief Operating Officer - Operations</u>
Signature: 	Date: <u>28 FEB 2020</u>
email: <u>mbspicer@sanmateomidstream.com</u>	Telephone: <u>972-371-5220</u>
BJW CWA	
<u>OCD Only</u>	
Received by: <u>Ramona Marcus</u>	Date: <u>02/28/2020</u>