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

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District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party Grizzly Operating, LLC	OGRID 258350	
Contact Name Carmen Pitt	Contact Telephone 432-248-8145	
Contact email cpitt@grizzlyenergyllc.com	Incident # (assigned by OCD)	
Contact mailing address 4001 Penbrook Ste 201 Odessa, TX 79762		

Location of Release Source

Latitude 32.	388707		(NAD 83 in a	Longitude <u>-103.190151</u> n decimal degrees to 5 decimal places)
Site Name A	dobe State F	Battery	·	Site Type Tank Battery
Date Release	Discovered	4/27/2020		API# (if applicable)
Unit Letter	Section	Township	Range	County
L	17	228	37E	Lea

Surface Owner: State Federal Tribal Private (Name: _____

Nature and Volume of Release

Materi	al(s) Released (Select all that apply and attach calculations or specific	justification for the volumes provided below)
Crude Oil	Volume Released (bbls) 15	Volume Recovered (bbls) 15
Produced Water	Volume Released (bbls)	Volume Recovered (bbls)
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Condensate	Volume Released (bbls)	Volume Recovered (bbls)
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release

Corrosion on a flowline inside a lined containment, the corrosion was a small pinhole that released oil from the production tank to the lined containment. All liquid was contained inside the berm and nothing was released outside.

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If YES, for what reason(s) does the responsible party consider this a major release?
otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?

Initial Response

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

 \square The source of the release has been stopped.

The impacted area has been secured to protect human health and the environment.

Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not 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: Carmen E Pitt	Title: Senior EHS Specialist
Signature: <u>Carman Pitt</u>	Date:5/06/2020
email:cpitt@grizzlyenergyllc.com	Telephone:432-248-8145
OCD Only	
Received by: Ramona Marcus	Date:5/6/2020

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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

<u>Closure Report Attachment Checklist</u> : Each of the following to	items must be included in the closure report.	
$\overline{\mathbf{X}}$ A scaled site and sampling diagram as described in 19.15.29.	11 NMAC	
\overline{X} Photographs of the remediated site prior to backfill or photos must be notified 2 days prior to liner inspection)	X Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)	
Laboratory analyses of final sampling (Note: appropriate OD	C District office must be notified 2 days prior to final sampling)	
\mathbf{X} Description of remediation activities		
and regulations all operators are required to report and/or file certaid may endanger public health or the environment. The acceptance of should their operations have failed to adequately investigate and re- human health or the environment. In addition, OCD acceptance of compliance with any other federal, state, or local laws and/or regular restore, reclaim, and re-vegetate the impacted surface area to the co- accordance with 19.15.29.13 NMAC including notification to the O Printed Name: Carmen E Pitt	ations. The responsible party acknowledges they must substantially onditions that existed prior to the release or their final land use in	
OCD Only	5/6/2020	
Received by: Ramona Marcus	Date: <u>5/6/2020</u>	
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.		
Closure Approved by:	Date:	
Printed Name:		

Adobe State Battery Spill 4/27/2020

On 4/27/2020 at 11:20 AM we found a pinhole had developed from corrosion in the circulating line, causing oil to leave Tank # 1 and into the lined berm of the battery.

We immediately isolated the flowline and called a vac truck to pick up the liquid.

We removed all dirt and pea gravel from the containment and had the liner washed to allow for a proper inspection.

The liner was inspected and we found no holes, so we put new fresh pea gravel into the berm.

Pictures are attached of the spill, the pinhole, the clean inspected berm and the new gravel installed.











