Received 10/8/2014 NMOCD Artesia

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, 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

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Form C-141

Revised October 10, 2003

Release Notification and Corrective Action

						OPERATOR			☐ Initial Report ☐ Final Report				
Name of Company SM Energy Company						Contact			Lisa Hunt				
i , j							Telephone No. (432) 848-4833						
Facility Name ESDU #34							e	Well					
Surface Owner: BLM Mineral Owner:							BLM L			Lease No. (API#) 30-015-41615			
LOCATION OF RELEASE													
Unit Letter Section Township Range Feet from the Nor G 24 18S 31E 1500						South Line North	Feet from the 2020	East/West Line East		County Eddy		7	
Latitude N 32.73664° Longitude W 103.82076°													
NATURE OF RELEASE													
Type of Release: Spill (Produced Water)							Volume of Release 11.93 bbls Volume Recovered 0 bbls						
Source of Release: Injection Line							Date and Hour of Occurrence Date and I Same				Hour of Discovery		
Was Immediate Notice Given?							If YES, To Whom?						
Yes No Not Required						Jim Amos with BLM / Mike Bratcher with NMOCD Date and Hour 9/18/2013 5:00 P.M.							
By Whom? Nathan Luoma Was a Watercourse Reached?							If YES, Volume Impacting the Watercourse.						
☐ Yes ⊠ No							N/A						
If a Watercourse was Impacted, Describe Fully.*													
Describe Cause of Problem and Remedial Action Taken.*													
While building the location, dozer tracks sunk into soft ground and cut a fiberglass injection line buried 8 inches below the ground, causing a spill.													
Describe Area Affected and Cleanup Action Taken.*													
Tetra Tech personnel inspected the site and collected samples to define spills extent. Soil that exceeded RRAL was removed and hauled away for proper disposal. The site was then brought up to surface grade with clean backfill material. Tetra Tech prepared a closure report and submitted to NMOCD for review.													
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 District Supervisor:							
Printed Name	e: Tom Ellic	ott as agent fo	SM Ener	gy									
Title: Project	Manager	1	Approval Dat	e: 10/10/201	4	Expiration 1	Date: N	JA					
E-mail Address: Tom.Elliott@TetraTech.com						Conditions of	Approval:			Attachad			
Datas	0.24	0	FINAL				Attached						

9-26-2014

Phone: (432) 682-4559

^{*} Attach Additional Sheets If Necessary