



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

November 22, 2004

Chesapeake Operating.
5014 Carlsbad Hwy.
Hobbs NM 88240

Reference: Lancaster Springs 001 I-8-22s-26e API: 30-015-23437

Operator,

The New Mexico Oil Conservation Division, District 2 office, is in receipt of initial Form C-141 submitted by your company regarding a release of 165 bbls condensate at the above referenced location. Please submit a Corrective Action work plan for remediation of this release using the "Guidelines For Remediation of Leaks, Spills, and Releases" as your guide.

A copy of these Guidelines can be found on the OCD website: www.emnrd.state.nm.us/oed. The document is located on the web page under Publications/Environmental Handbook/Miscellaneous Guidelines/Spill Prevention Clean-up.

The work plan submitted to OCD must include general site characteristics (Depth to Ground Water, Wellhead Protection Area, and Distance to nearest Surface Water Body), soil remediation action levels, soil remediation methods and planned analytical, which will require testing for TPH, B-Tex and chlorides.

A "Final Report" C-141 form is required for closure of remediation project and must include a report of remediation actions taken with final analytical results attached.

Please have the requested work plan in the Artesia District Office on or before December 22, 2004.

Please notify Artesia OCD Office 24 hours prior to any remediation actions or sampling events.

In the event a satisfactory response is not received to this letter, further enforcement actions may be taken.

If I can be of assistance in this matter please contact me at 505-748-1283 Ext 108

Cell: 505-626-0857

Or Email at mbratcher@state.nm.us

Thank you,

Mike Bratcher

Compliance Officer NMOCD

District I
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

Form C-141
Revised October 10, 2003

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

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	CHESAPEAKE	Contact	DAX KIMBLE
Address	3014 CALLES BLVD HWY 480 NE NM 88240	Telephone No.	505-631-1495
Facility Name	LAUREL CREST SPRINGS #2	Facility Type	WATER
Surface Owner	Ben Jenkins	Mineral Owner	
STATE		Lease No.	LG-5995

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	8	22S	26E	2310	SOUTH	660	EAST	COOY

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Oil Spill	Volume of Release	165 BBLS	Volume Recovered	0
Source of Release	hole in tank	Date and Hour of Occurrence		Date and Hour of Discovery	11-17-04 3:55a
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	MIKE BRATCHEL		
By Whom?	DAX KIMBLE	Date and Hour	3:00 PM 11-17-04		
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.*

BOTTOM OF TANK HAD MULTIPLE HOLES IN IT. WILL MOVE OUT OLD TANK AND SET NEW TANK IN PLACE.

Describe Area Affected and Cleanup Action Taken.*

200' X 200' AFFECTED

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: *Dax Kimble*

Printed Name: DAX KIMBLE

Title: Well Technician

E-mail Address: D.Kimble@chESAPEAKE.com

Date: 11-18-04

Phone: 505-631-1495

Approved by District Supervisor:

Approval Date:

Expiration Date:

Conditions of Approval:

Attached ☐

* Attach Additional Sheets If Necessary

FAKES
IMAGED
WORKPLAN REQ