

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

Received 1/6/2016  
NMOCD Artesia

Form C-141  
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in  
accordance with 19.15.29 NMAC.

**Release Notification and Corrective Action**

**OPERATOR**

☐ Initial Report ☒ Final Report

Name of Company: Nadel and Gussman Permian, LLC	Contact: Bill Dougherty
Address: 601 N. Marienfeld, Suite 508, Midland, TX 79707	Telephone No. 325-998-7107
Facility Name: Aid State #10	Facility Type: Oil Well

Surface Owner State of NM	Mineral Owner	API No. 30-015-38462
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**LOCATION OF RELEASE**

Unit Letter G	Section 13	Township 17 S	Range 28 E	Feet from the 1650	North/South Line NORTH	Feet from the 2310	East/West Line EAST	County EDDY
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Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release Oil and Water	Volume of Release N/A	Volume Recovered 71.52 BBLS
Source of Release Manway Gasket Leak	Date and Hour of Occurrence 7/30/2015 Early Hours	Date and Hour of Discovery 7/30/2015 1:00 PM MST
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Heather Patterson with the OCD	
By Whom? Bill Dougherty	Date and Hour 7/30/2015 2:00 PM MST	
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.\*

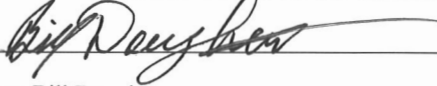
Describe Cause of Problem and Remedial Action Taken.\*

The manway gasket was leaking on the heater treater. Double R responded to call out for a vacuum truck to suck up the liquid discharge of hydrocarbon and produced water contained within the bermed area surrounding the heat treater. However, high winds prevailed, lifting the discharged particles of this mixture into an airborne situation, transporting them approximately 120' west of the HT and 150' x 150' north and south, respectively. Microblaze was initially used to arrest the deterioration of the impacted plant life but it was determined the salt concentrations were more responsible for killing off the vegetation than the hydrocarbon component sprayed onto the leaves. Therefore the application of Microblaze was discontinued and excavation was determined to be necessary.

Describe Area Affected and Cleanup Action Taken.\*

A majority of the spill was contained within the berm. Approx. 6 bbls of oil and 66 bbls of produced water were released. Further investigation revealed an impoundment area had formed approximately 120' down gradient and west of the heater treater. Following a series of sampling events to delineate the contaminant areas, approximately 110 yards of contaminated soil was removed and transported to R360 for disposal. New samples were obtained to verify the area was remediated to NMOCD regulatory standards (see enclosed). NGP obtained clearance from the NMOCD to begin backfilling the excavated area. A total of 9 loads of clean fill obtained from a local caliche pit were hauled to the excavated site, returning the footprint area to its previous topographical elevation commensurate with the surrounding terrain. Seeding was done pursuant to Bureau of Land Management (BLM) Seed Mix No. 2. The New Mexico State Land Office was contacted prior to ordering the seed mixture.

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: Bill Dougherty	Approved by Environmental Specialist:		
Title: NM Field Superintendent	Approval Date: 1/8/2016	Expiration Date: N/A	
E-mail Address: spresley@naguss.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date: 1/5/2016	Phone: 432-682-4429		FINAL

2RP-3185