

**ADDITIONAL REMEDIAL
ACTION REQUIRED**

Received 8/6/2016
NMOCD Dist 2

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

nJMW 1302238706

OPERATOR

Initial Report Final Report

Name of Company	SM Energy Company	Contact	Zach Luikens
Address	3300 N "A" ST BLDG 7-200 Midland, TX 79705	Telephone No.	(432) 688-1338
Facility Name	PDU Tract 2	Facility Type	Battery

Surface Owner: BLM	Mineral Owner: BLM	Lease No. (API#) 30-015-26112
--------------------	--------------------	--------------------------------------

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	26	19S	29E	330	South	1980	East	Eddy

Latitude N 32.62122° Longitude W 104.04383°

NATURE OF RELEASE

Type of Release: Produced Water	Volume of Release 35 bbls	Volume Recovered 30 bbls
Source of Release: Water Tank	Date and Hour of Occurrence 12/06/2012 6:30 A.M.	Date and Hour of Discovery Same
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Jim Amos with BLM & NMOCD General Mailbox	
By Whom? Bill Hearne	Date and Hour 12/6/12 9:37 PM	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	
If a Watercourse was Impacted, Describe Fully.*		
Describe Cause of Problem and Remedial Action Taken.* A murphy switch malfunctioned and resulted in the release.		
Describe Area Affected and Cleanup Action Taken.* Tetra Tech supervised the remediation of the impacted area to the maximum extent possible and collected confirmation samples. Tetra Tech prepared a closure report and submitted to NMOCD for review, which proposed to have some areas deferred until abandonment.		

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: 	OIL CONSERVATION DIVISION	
	Approved by District Supervisor:	
Printed Name: Ike Tavarez	Approval Date: 11/28/16	Expiration Date: N/A
Title: Project Manager	Conditions of Approval: Remediation to be performed at time of facility closure or access to contamination.	Attached <input type="checkbox"/>
E-mail Address: Ike.Tavarez@TetraTech.com		
Date:	Phone: (432) 682-4559	

* Attach Additional Sheets If Necessary

2RP-1511

**OPEN ENVIRONMENTAL ISSUE
FURTHER ACTION REQUIRED**