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

NAR11031055174

State of New Mexico **Energy Minerals and Natural Resources**

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141 Revised August 8, 2011

Final Report

NOV 1 0 2016

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

RECEIVED

Release Notification and Corrective Action OPERATOR ☐ Initial Report

Name of Company Devon Energy Production Company 4/37 Contact Danny Velo, Production Foreman					
Address 6488 Seven Rivers Hwy Artesia, NM 88210 Telephone No. 575.703.3360					
Facility Name West Shugart 30 Fed 1 Facility Type Gas					
Surface Owner Federal Mineral Owner	r Federal	Federal API No 30-015-29166			
LOCATION OF RELEASE					
Unit Letter Section Township Range Feet from the Nort	/South Line Feet from the Ea		East/West Line	County	
F 30 18S 31E 1980	North	1980	West	Eddy	
Latitude: 32.7202911 Longitude: 103.9105072					
NATURE OF RELEASE					
Type of Release	Volume of Re	elease	Volume Recovered		
Produced Water (PW)	140BBLS			0BBLS	
Source of Release	Date and Hour of Occurrence				
Water Tank Was Immediate Notice Given?	11/3/2016 @4:24PM				
Yes ☐ No ☐ Not Required	If YES, To Whom? d OCD-Mike Bratcher				
Z Tes No Not Required	BLM-Shelly T				
By Whom?	Date and Hour				
	OCD-11/3/2016 @11:00AM				
Jesse Armendariz, Assistant Production Foreman	BLM-11/3/2016@11:56AM				
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse				
☐ Yes ⊠ No	N/A				
If a Watercourse was Impacted, Describe Fully.* No					
Describe Cause of Problem and Remedial Action Taken.					
Produced water tank was struck by lightning resulting in a produced water release. All the wells were shut in to prevent further release. Repairs are					
planned.					
Describe Area Affected and Cleanup Action Taken. Fiberglass water tank was struck by lightning during storm releasing 140 BBLS of pw into the surrounding earthen bermed containment. 0 BBLS pw was					
recovered. The released fluid flowed in a southwestern direction leaving both containment and the pad mixing with rainwater. The approximate area					
affected on pad is 30ft by 75ft. The total affected area off pad is 75 yards by 30 yards on the southwest side of pad. An environmental agency will be					
contacted for remediation.					
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 remedia					
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.					
Signatura Dana Dal apara	OIL CONSERVATION DIVISION				
Signature: Dana DeLaRosa	Signed By M/4 Express see				
Drinted Names Dana Dal allaga					
Printed Name: Dana DeLaRosa	Approved by Environmental Specialist:				
Title: Field Admin Support	Approval Date:	Approval Date: 11 14 6 Expiration Date: NA			
E-mail Address: Dana.Delarosa@dvn.com	Conditions of Ap	Conditions of Approval:		Aughad	

* Attach Additional Sheets If Necessary

Date: 11/10/2016

Phone: 575.746.5594

Attached \(\square\)