

District I
1625 N French Dr, Hobbs, NM 88240
District II
811 South First, 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 March 17, 1999

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

Release Notification and Corrective Action

30-045-22282

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company BP	Contact Larry Schlotterback
Address 200 Energy Court, Farmington, NM 87401	Telephone No. (505) 326-9425
Facility Name Kelly Gas Com A 7	Facility Type Gas Well

Surface Owner Private	Mineral Owner Private	Lease No.
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LOCATION OF RELEASE

Unit Letter H	Section 15	Township 31N	Range 10W	Feet from the	North/South Line	Feet from the	East/West Line	County San Juan
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NATURE OF RELEASE

Type of Release FIRE	Volume of Release 0 bbls	Volume Recovered NA
Source of Release NA	Date and Hour of Occurrence 02/19/2001 9:50 am	Date and Hour of Discovery 02/19/2001 9:50 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Reported to BP and NMOCD	
By Whom? Larry Schlotterback	Date and Hour 2/19/2008 - 10:00 am	
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.* NA		RCUD MAR 4 '08 OIL CONS. DIV. DIST. 3

Describe Cause of Problem and Remedial Action Taken.*

At approximately 9:50 am on February 19, 2008, the Kelly GC A7 below grade tank ignited and burned for approximately 45 minutes. An internal investigation revealed that the ignition plug, that covers a separator's ignition port, was inadvertently left off after the Operations Technician had blown down the scrubber while preparing to start the compressor. The blowing down of the separator introduced combustible gases to the below grade tank which had snow cover. It is suspected that the wind blew stray gases toward the open ignition port, ignited and flashed back towards the below grade tank. A small amount of condensate and lube oil mix caught fire resulting in the 45 minute blaze. The Operations Technician immediately contacted supervisors, shut-in the well, and controlled access to the location from a safe distance. BP notified the NMOCD within 10 minutes of the reported fire. Due to extremely muddy road conditions, the NMOCD allowed BP to monitor the burn from a safe distance rather than attempt to extinguish. Findings from the investigation have been shared with all employees in the Farmington OC.

Describe Area Affected and Cleanup Action Taken.*

Fire damage to a 95 barrel below grade tank, separator, and some miscellaneous piping.

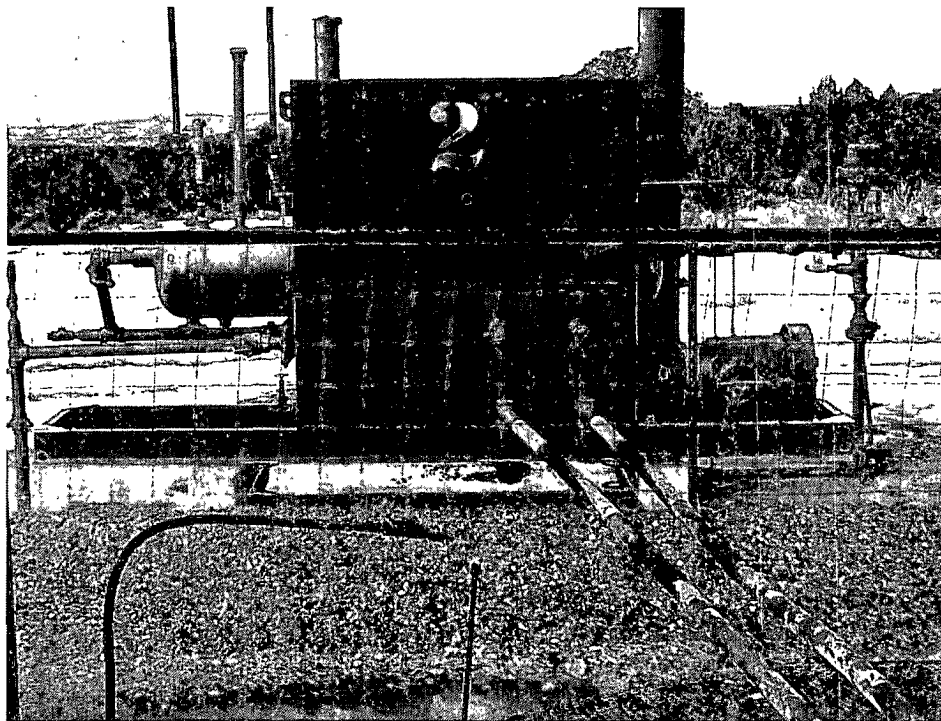
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger 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: <i>Larry Schlotterback</i>		OIL CONSERVATION DIVISION	
Printed Name: Larry Schlotterback		Approved by District Supervisor: <i>Jonathan D. Kelly</i>	
Title: Environmental Coordinator		Approval Date: 2/28/2012 Expiration Date:	
Date: 3/5/08	Phone: 326 9425	Conditions of Approval:	Attached <input type="checkbox"/>

* Attach Additional Sheets If Necessary

NJK 1205956746

KELLY GAS COM A 7 – Fire (February 19, 2008)



Current BP Actions

- A note was sent to all field personnel to ensure that separator ignition port plugs are in place
- Looking into painting plugs an alternate color or affix signage to remind workers to replace plug after lighting