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

Revised March 17, 1999 Submit 2 Copies to appropriate District Office in accordance

Form C-141

with Rule 116 on back side of form

## Release Notification and Corrective Action **OPERATOR** Initial Report Final Report Name of Company Contact R. A. Wirtanen Phillips Petroleum Company Telephone No. 505-599-3462 Address 5525 Hwy. 64 Farmington, NM 87401 Facility Name Facility Type Gas Well San Juan 31-6 Unit #204 Surface Owner Mineral Owner Lease No. NM 012292 **Bureau of Land Management Bureau of Land Management** LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line | Feet from the East/West Line County Rio Arriba Range 1000' N 3 30N 6W South 1845' West

NATURE OF RELEASE Volume of Release Type of Release Volume Recovered 80bbls \* Estimated 175 bbls **Produced Water** Source of Release Date and Hour of Occurrence Date and Hour of Discovery 2/5/02 V Hole in pipe between separator and tank Sometime after 1/15/02 @ 1630 hrs by PPCo Operator Was Immediate Notice Given? If YES, To Whom? X Yes No Not Required NMOCD - Denny Foust via -e-mail. By Whom? Date and Hour 2/7/02 1000 hrs Patsy Clugston - Sr. Regulatory Clerk Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes X No N/A If a Watercourse was Impacted, Describe Fully.\* A watercourse was not reached. Describe Cause of Problem and Remedial Action Taken.\* The cause of this spill is a hole in the piping between the separator and the tank. External corrosion caused the hole due to poor pipe wrap. None of the leak left the bermed area. Key Energy sucked up the water approx. 80 bbls and we are estimating that another \* 40+ bbls will be removed once the ice thaws. See attached diagram and pictures. Describe Area Affected and Cleanup Action Taken.\* Spilled produced water did not leave location, and once the rest of the water thaws and is sucked up and hauled off, no further action was taken to remediate. 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 CONSERVAT Signature: Original signed by Patsy Clugston Approved by District Supervisor: Printed Name: Patsy Clugston Approval Date: 0 2/07/2002 Title: Sr. Regulatory Clerk **Expiration Date:** Attached [

Conditions of Approval: Phone: 505-599-3454 Date:

Attach Additional Sheets If Necessary

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