

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 Department

Form C-141
Revised August 24, 2018
Submit to appropriate OCD District office

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

Incident ID	NAPP2310831128
District RP	
Facility ID	
Application ID	

I Release Notification

Responsible Party

Responsible Party: Hilcorp Energy	OGRID 372171
Contact Name: Kate Kaufman	Contact Telephone: 346-237-2275
Contact email: kkaufman@hilcorp.com	Incident # (assigned by OCD) nAPP2310831128
Contact mailing address: 1111 Travis St. Houston, TX 77471	

Location of Release Source

Latitude 36.700259 _____ Longitude -107.856261 _____
(NAD 83 in decimal degrees to 5 decimal places)

Site Name: McDaniel B #1E	Site Type: Well Site
Date Release Discovered: 4/3/2023	API# (if applicable) 30-045-24435

Unit Letter	Section	Township	Range	County
D	26	029N	011W	San Juan

Surface Owner: State Federal Tribal Private (Name: _____)

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

<input type="checkbox"/> Crude Oil	Volume Released (bbls)	Volume Recovered (bbls) 0
<input checked="" type="checkbox"/> Produced Water	Volume Released (bbls) 9	Volume Recovered (bbls) 0
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Condensate	Volume Released (bbls)	Volume Recovered (bbls) 0
<input type="checkbox"/> Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
<input type="checkbox"/> Other (describe) Unknown hydrocarbon	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release

The Hilcorp operations team was notified of a leak at the McDaniels B #1E wellsite. Upon arrival, operator discovered produced water flowing from a two-inch flowline. The operator closed the master valve which stopped the flow immediately. The produced water was released to the pad around the well but did not leave the pad. No fluids were recovered. Based on observations at the location, the release is the result of vandalism. To prevent future occurrences, the end of the two-inch flowline was plugged, and the master valve handle was removed. Samples will be collected to determine future remediation requirements.

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Was this a major release as defined by 19.15.29.7(A) NMAC? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, for what reason(s) does the responsible party consider this a major release?
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? N/A	

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

<input checked="" type="checkbox"/> The source of the release has been stopped. <input checked="" type="checkbox"/> The impacted area has been secured to protect human health and the environment. <input checked="" type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input checked="" type="checkbox"/> All free liquids and recoverable materials have been removed and managed appropriately.
If all the actions described above have <u>not</u> been undertaken, explain why:
Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.
Printed Name: <u> Kate Kaufman </u> Title: <u> Environmental Specialist </u> Signature: <u>  </u> Date: <u> 4/18/2023 </u> email: <u> kkaufman@hilcorp.com </u> Telephone: <u> 346-237-2275 </u>
<u>OCD Only</u> Received by: <u> Jocelyn Harimon </u> Date: <u> 04/18/2023 </u>

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 Phone:(505) 476-3470 Fax:(505) 476-3462

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Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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CONDITIONS
 Action 208641

CONDITIONS

Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID: 372171
	Action Number: 208641
	Action Type: [C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
jharimon	None	4/18/2023