

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

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

RECEIVED

MAR - 8 2012

Form C-141
Revised August 8, 2011

NMOC DISTRICT OFFICE
Submit a copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

nmlb1208347706

OPERATOR

☐ Initial Report ☐ Final Report

Name of Company: Canyon E&P Company 269864	Contact: Travis White
Address: 911 Lake Carolyn Pkwy, Ste 104 Irving, TX 75039	Telephone No.: 214-265-7101
Facility Name: Double L Queen	Facility Type: Tank Battery
Surface Owner State	Mineral Owner
API No. 30-005-60078	

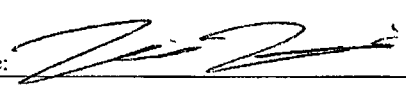
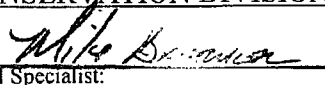
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
A	1	15s	29e	330	N	330	E	Chaves

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release: Overflow	Volume of Release: 20 bbl of water; 10 bbl of crude	Volume Recovered: 0
Source of Release: Switch failure	Date and Hour of Occurrence: 3/4/2012 overnight	Date and Hour of Discovery: 3/4/2012 around 11 AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	
If a Watercourse was Impacted, Describe Fully.*		
Describe Cause of Problem and Remedial Action Taken.* Automatic switch on main battery tank failed causing the tank overflow.		
Describe Area Affected and Cleanup Action Taken.* Overrunning of the top of tank battery and the wind gusts of 50 mph caused the crude to spray over the ground and building east of the tank battery. Effected area is between 100-150ft. Covered ground oil with dirt and building was pressure washed. Crude still remains on building. Plans to continue pressure washing as well as properly dispose effect dirt on ground.		
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOC 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 NMOC 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, NMOC 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	
Printed Name: Travis White		Signed By: 	
Title: Agent		Approved by Environmental Specialist:	
E-mail Address: travis@eddyedreger.com		Approval Date: MAR 23 2012	
Date: 3-8-12		Expiration Date:	
Phone: 214-265-7101		Conditions of Approval:	
* Attach Additional Sheets If Necessary		Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 4/23/2012	
		Attached <input type="checkbox"/>	

2063

Bratcher, Mike, EMNRD

From: Travis White [travis@eddyedreyer.com]
Sent: Thursday, March 08, 2012 4:15 PM
To: Bratcher, Mike, EMNRD
Subject: FW: Spill Notice
Attachments: 20120308171938848.pdf

Mike,

Per our conversation, here is the C-141. Please advise on the next step Canyon needs to take.

Thanks,

Travis White
Regulatory Analyst
Eddye Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
Fax: (214)363-4191

-----Original Message-----

From: EddyeDreyerScanner@eddyedreyer.com [<mailto:EddyeDreyerScanner@eddyedreyer.com>]
Sent: Thursday, March 08, 2012 4:20 PM
To: Travis White
Subject:

This E-mail was sent from "EddyeDreyerScanner" (LC155).

Scan Date: 03.08.2012 17:19:38 (-0500)
Queries to: EddyeDreyerScanner@eddyedreyer.com

Bratcher, Mike, EMNRD

From: Travis White [travis@eddyedreyer.com]
Sent: Thursday, March 08, 2012 3:32 PM
To: Bratcher, Mike, EMNRD
Subject: RE: Contact

Mike,

Could you give me a call real quick?

Travis White

Regulatory Analyst
Eddy Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
Fax: (214)363-4191

From: Travis White
Sent: Thursday, March 08, 2012 9:57 AM
To: 'mike.bratcher@state.nm.us'
Subject: Contact

Travis White

Regulatory Analyst
Eddy Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
Fax: (214)363-4191

Bratcher, Mike, EMNRD

From: Travis White [travis@eddyedreyer.com]
Sent: Friday, March 09, 2012 7:40 AM
To: Bratcher, Mike, EMNRD
Subject: RE: Contact

Thanks, Mike. I will forward this to the proper people. I will try to find the well # it was associated with but when I asked I was told it's just the main tank battery. I'll see what I can do.

Travis White

Regulatory Analyst
Eddy Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
Fax: (214)363-4191

From: Bratcher, Mike, EMNRD [mailto:mike.bratcher@state.nm.us]
Sent: Friday, March 09, 2012 8:35 AM
To: Travis White
Subject: RE: Contact

Travis,

Sorry for not calling. Our email server was down most of the day yesterday so I just got your email this morning. One thing I will need for processing the C-141 and moving forward is the well number the release is associated with. I think there are over 40 wells in the Double L Queen, so I will need that.

For remediation, typically, OCD will require any highly contaminated/saturated soils to be excavated and hauled to an approved disposal. I believe the closest disposal in that area will be Gandy/Marley. Representative samples will then need to be obtained in the affected area and sent to a lab for analyses. What needs to be done after that will be based on the analytical data and some site specific conditions, such as depth to ground water. Since it sounds like there was a large "overspray" area, it would be a possibility to address that area without excavation.

There are several environmental contractors around this area that specialize in cleaning up these events, and are familiar with what the regulatory agencies require for remedial actions. If you want to consider that, I can't recommend any one specifically, but could provide some contact numbers for a few in the area.

Mike Bratcher

NMOCD District 2
811 S. First Street
Artesia, NM 88210
575-748-1283 Ext. 108
575-626-0857
mike.bratcher@state.nm.us

From: Travis White [mailto:travis@eddyedreyer.com]
Sent: Thursday, March 08, 2012 3:32 PM

To: Bratcher, Mike, EMNRD
Subject: RE: Contact

Mike,

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Travis White

Regulatory Analyst
Eddye Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
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From: Travis White
Sent: Thursday, March 08, 2012 9:57 AM
To: 'mike.bratcher@state.nm.us'
Subject: Contact

Travis White

Regulatory Analyst
Eddye Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
Fax: (214)363-4191

Bratcher, Mike, EMNRD

From: Travis White [travis@eddyedreyer.com]
Sent: Monday, March 12, 2012 1:09 PM
To: Bratcher, Mike, EMNRD
Subject: RE: LL well

Excellent. Nothing else to report from my end at the moment. If you need anything from me just let me know.

Travis White
Regulatory Analyst
Eddy Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
Fax: (214)363-4191

-----Original Message-----

From: Bratcher, Mike, EMNRD [<mailto:mike.bratcher@state.nm.us>]
Sent: Monday, March 12, 2012 1:56 PM
To: Travis White
Subject: RE: LL well

Travis,

Yes, this will work. The API number for this well should be 30-005-60078 and is in Unit letter A.

Thanks,

Mike Bratcher
NMOCD District 2
811 S. First Street
Artesia, NM 88210
575-748-1283 Ext. 108
575-626-0857
mike.bratcher@state.nm.us

-----Original Message-----

From: Travis White [<mailto:travis@eddyedreyer.com>]
Sent: Monday, March 12, 2012 11:09 AM
To: Bratcher, Mike, EMNRD
Subject: FW: LL well

Mike,

Here is a photo of the nearest well. Will this suffice for your location question?

Travis White
Regulatory Analyst
Eddy Dreyer Financial Services
4925 Greenville Ave., Suite 900

Dallas, TX 75206

Phone: (214)265-7101

Fax: (214)363-4191

-----Original Message-----

From: Mike Myers [<mailto:mike@canyonep.com>]

Sent: Monday, March 12, 2012 11:36 AM

To: Travis White

Subject: LL well

For your forms

Bratcher, Mike, EMNRD

From: Bratcher, Mike, EMNRD
Sent: Monday, March 12, 2012 12:56 PM
To: 'Travis White'
Subject: RE: LL well

Travis,

Yes, this will work. The API number for this well should be 30-005-60078 and is in Unit letter A.

Thanks,

Mike Bratcher
NMOCD District 2
811 S. First Street
Artesia, NM 88210
575-748-1283 Ext. 108
575-626-0857
mike.bratcher@state.nm.us

-----Original Message-----

From: Travis White [<mailto:travis@eddyedreyer.com>]
Sent: Monday, March 12, 2012 11:09 AM
To: Bratcher, Mike, EMNRD
Subject: FW: LL well

Mike,

Here is a photo of the nearest well. Will this suffice for your location question?

Travis White
Regulatory Analyst
Eddye Dreyer Financial Services
4925 Greenville Ave., Suite 900
Dallas, TX 75206

Phone: (214)265-7101
Fax: (214)363-4191

-----Original Message-----

From: Mike Myers [<mailto:mike@canyonep.com>]
Sent: Monday, March 12, 2012 11:36 AM
To: Travis White
Subject: LL well

For your forms

CANYON E&P COMPANY

DOUBLE L-CORNER UNIT
TR. #22 WELL #1 NE 1/4 NE 1/4
SEC. 1. T15S. R29E
UA 08910160530