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

MAY 2 9 2013

RECEIVED

Form C-141 Revised August 8, 2011

NMOCDNARTES per obstrict Office in 19.15.29 NMAC.

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

Release Notification and Corrective Action	
nJMW1324640760	OPERATOR
Name of Company Chevron USA Inc. 4323	Contact David A. Pagano
Address 15 Smith Rd., Midland, TX, 79705	Telephone No. wk: 575-396-4414X275 cell: 505-787-9816
Facility Name Skelly 907 BTY 5.28.13	Facility Type Oil Production Batteries
Surface Owner Federal BLM Mineral Owner	Federal API No.
SKU 907 BTY (CTB) - Latitude: 32.819634 / Longitude: -103.872881 LOCATION OF RELEASE	
Unit Letter Section Township Range Feet from the North	h/South Line Feet from the East/West Line County Eddy
NATURE OF RELEASE	
Type of Release Gases to a Flare	Volume of Release :1400 MSCF
Source of Release Flare	Date and Hour of Occurrence Date and Hour of Discovery 05/28/13 11:00AM 05/28/13 11:00AM
Was Immediate Notice Given?	If YES, To Whom?
☐ Yes ☐ No ☐ Not Required	3
By Whom?	Date and Hour
Was a Watercourse Reached? ☐ Yes ☒ No	If YES, Volume Impacting the Watercourse.
If a Watercourse was Impacted, Describe Fully.* N/A	
Describe Cause of Problem and Remedial Action Taken.*	
Frontier shut in sales line due to pipeline issues causing Chevron to curtail gas at the battery. Expect Frontier to be down for a few weeks to repair line.	
Describe Area Affected and Cleanup Action Taken.*	
Shut in wells to minimize flaring. Chevron will stay in close contact with frontier so we can stop flaring as soon as they are able to accept our gas in the sales line.	
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: David Pagan	OIL CONSERVATION DIVISION
	Accepted for record
Printed Name: David A. Pagano	Signed Signed
Title: Health & Environmental Specialist	Approval Date: Expiration Date:
E-mail Address: dpgn@chevron.com	Conditions of Approval: Attached
Date: 05/29/13 Phone: 505-787-9816	;
Attach Additional Sheets If Necessary	2DD-1887

FJMW 1321131421 1JMW 1324641954

ZKP-100/

Bratcher, Mike, EMNRD

From: Pagano, David (David.Pagano) < David.Pagano@chevron.com>

Sent: Wednesday, May 29, 2013 3:09 PM

To: Pagano, David (David.Pagano); Bratcher, Mike, EMNRD

Cc: Moschetti, Nick (NMOS); DeLeon, Josepha

Subject: Initial C141 & C-129 report for flaring at SKU 907 that started on 5/28/13 at 11AM

Attachments: C-129 - Skelly 907 Battery S.pdf; 20130528 C-141 Skelly 907 Bty Flare IS.pdf

Mr. Bratcher,

Here is the initial C-141 & C-129 for the flaring at our SKU 907 Battery that started yesterday due to Frontier Shutting in our sales line due to pipeline issues they are having. We have shut in our gas wells to minimize flaring and we expect them to be down for a few weeks. Once we are back online I will send you the final report. Please let me know if you have any questions or need additional information.

Regards,

David A. Pagano

MCA Health & Environmental Specialist (Oil Area – Vacuum/Buckeye, Dollarhide & Sundown) 56 Texas Camp Rd., Lovington, NM 88260

@ Phone: 575-396-4414 x275

"CONFIDENTIALITY NOTICE: This message is confidential and may be privileged. If you believe that this email has been sent to you in error, please reply to the sender that you received the message; then please delete this email."