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

nMLB1401035850

State of New Mexico **Energy Minerals and Natural Resource**



MAR 1 1 2014

MOODER KEPTY COMPTON Printed District Office in accordance with 19.15.29 NMAC

Initial Report

Form C-141 Revised October 10, 2003

Final Report

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

Release Notification and Corrective Action

269324

OPERATOR

Name of Co	g	269320	4	Contact: Brian Wall							
						Telephone No.: 575-738-1739					
						Facility Type: Injection					
Surface Owner: Federal Mineral Owner:							API No.: 30-015-05422				
Surface Owner, redetai									1 1110		00122
				LOCA	TIO	N OF REI	LEASE				
Unit Letter B	Section 27	1 . 9-		Feet from the 660	North/South Line North		Feet from the 1980	East/West Line East		County	Eddy
Latitude: 32.8110323221284 Longitude: -103.855372475824											
NATURE OF RELEASE											
Type of Release: Produced Water					Volume of Release: 45 bbls Volume Recovered: 10 bbls						
Source of Release: 2 " nipple and flange						Date and Hour of Occurrence:Date and Hour of Discovery:01/24/201401/24/2014 11:00am					
Was Immediate Notice Given?						If YES, To Whom? Mike Burton- BLM Mike Bratcher-NM OCD					
By Whom? Brian Wall						Date and Hour 01/27/2014 0833					
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.					
If a Watercou	urse was Im	pacted, Descr	ibe Fully.	*:							
Deceriba Ca	rea of Probl	om and Dama	dial A atic	n Takon * I drow	a un to	nightion wall	#95 at 11:00am a	nd I fou	nd a look 5	0 faat north	a west of

Describe Cause of Problem and Remedial Action Taken.*: I drove up to injection well #85 at 11:00am and I found a leak 50 foot north west of this injection well at the injection line header. The one inch line that feeds injection wells #86 and #107 was leaking. I shut the one inch line valve in to prevent the fluids from accumulating on the ground. I called Double R Trucking to pick up the produced water off of the ground.

Describe Area Affected and Cleanup Action Taken.* : The impacted area was about 105 feet by 27 feet squared south east of the header. Called BSG roustabout to fix the leak. Water truck picked up about 10 barrels of fluid off of the ground. The cause of the leak was a bad steel flange and a bad 2 inch steel nipple.

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: John Mall	OIL CONSERVATION DIVISION Signed By Mile Brance
Title: Construction Foreman II	Approval Date: Approv
E-mail Address: bwall@linnenergy.com Date: 01/27/2014 Phone: 806-367-0645	Conditions of Approval: Attached Attached
* Attach Additional Sheets If Necessary	Rules & Guidelines - 1 2RP-2196
	Remediation proposal by 4/11/14

Bratcher, Mike, EMNRD

From:	Natalie Gladden <ngladden@diversifiedfsi.com></ngladden@diversifiedfsi.com>
Sent:	Tuesday, March 11, 2014 9:36 AM
То:	Mike Burton (mburton@blm.gov); Bratcher, Mike, EMNRD
Cc:	Rebecca Pons; Traci Jennings
Subject:	Emailing: C- 141 Skelly 85 Inj 1-24-14
Attachments:	C- 141 Skelly 85 Inj 1-24-14.pdf

Mike/Mike,

I have searched the NMOCD database and do not see that this C141 has been assigned an RP#. Please add this to your list.

We will start the initial phase this week once one-calls are clear.

Thanks,

Natalie Gladden Environmental Director DFSI Environmental Services Cell: 575-602-1786 Office: 575-964-8394 Fax: 575-964-8396 Email: ngladden@diversifiedfsi.com

Your message is ready to be sent with the following file or link attachments:

C- 141 Skelly 85 Inj 1-24-14

Note: To protect against computer viruses, e-mail programs may prevent sending or receiving certain types of file attachments. Check your e-mail security settings to determine how attachments are handled.

Bratcher, Mike, EMNRD

From: Sent: To: Cc: Subject: Bratcher, Mike, EMNRD Tuesday, March 11, 2014 10:12 AM 'Natalie Gladden'; Mike Burton (mburton@blm.gov) Rebecca Pons; Traci Jennings RE: Emailing: C- 141 Skelly 85 Inj 1-24-14

Natalie,

I got notification for this release and for a fire on the St. AZ Battery on 1/27/14, but don't see where we got a C-141 for either event. The RP # for the Skelly 85 will be 2RP-2196.

Thanks,

Mike Bratcher NMOCD District 2 811 S. First Street Artesia, NM 88210 O: 575-748-1283 X108 C: 575-626-0857 F: 575-748-9720

-----Original Message-----From: Natalie Gladden [mailto:ngladden@diversifiedfsi.com] Sent: Tuesday, March 11, 2014 9:36 AM To: Mike Burton (mburton@blm.gov); Bratcher, Mike, EMNRD Cc: Rebecca Pons; Traci Jennings Subject: Emailing: C- 141 Skelly 85 Inj 1-24-14

Mike/Mike,

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Natalie Gladden Environmental Director DFSI Environmental Services Cell: 575-602-1786 Office: 575-964-8394 Fax: 575-964-8396 Email: <u>ngladden@diversifiedfsi.</u>com Your message is ready to be sent with the following file or link attachments:

C- 141 Skelly 85 Inj 1-24-14

Note: To protect against computer viruses, e-mail programs may prevent sending or receiving certain types of file attachments. Check your e-mail security settings to determine how attachments are handled.

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Bratcher, Mike, EMNRD

From:	Mail Delivery System <mailer-daemon@messagelabs.com></mailer-daemon@messagelabs.com>
То:	tjennings@diversifiedfsi.com
Sent:	Tuesday, March 11, 2014 10:12 AM
Subject:	Undeliverable: Emailing: C- 141 Skelly 85 Inj 1-24-14

Delivery has failed to these recipients or groups:

tjennings@diversifiedfsi.com

A problem occurred during the delivery of this message to this e-mail address. Try sending this message again. If the problem continues, please contact your helpdesk.

The following organization rejected your message: d36569a.ess.barracudanetworks.com.

Diagnostic information for administrators:

Generating server: server-10.bemta-12.messagelabs.com

tjennings@diversifiedfsi.com d36569a.ess.barracudanetworks.com #<d36569a.ess.barracudanetworks.com #5.0.0 smtp; 550 blocked> #SMTP#

Original message headers:

Return-Path: <mike.bratcher@state.nm.us> Received: from [216.82.250.99:65334] by server-10.bemta-12.messagelabs.com id 99/32-06875-CB53F135; Tue, 11 Mar 2014 16:11:40 +0000 X-Env-Sender: mike.bratcher@state.nm.us X-Msg-Ref: server-9.tower-126.messagelabs.com/1394554299/9801614/1 X-Originating-IP: [164.64.4.99] X-StarScan-Received: X-StarScan-Version: 6.9.16; banners=-,-,-X-VirusChecked: Checked Received: (qmail 9318 invoked from network); 11 Mar 2014 16:11:40 -0000 Received: from unknown (HELO webmail.state.nm.us) (164.64.4.99) by server-9.tower-126.messagelabs.com with AES128-SHA encrypted SMTP; 11 Mar 2014 16:11:40 -0000 Received: from CEXMB002.nmes.lcl ([fe80::f050:e955:c6de:7bf0]) by CEXHUB002.nmes.lcl ([::1]) with mapi id 14.03.0174.001; Tue, 11 Mar 2014 10:11:38 -0600 From: "Bratcher, Mike, EMNRD" <mike.bratcher@state.nm.us> To: Natalie Gladden <ngladden@diversifiedfsi.com>, "Mike Burton (mburton@blm.gov)" <mburton@blm.gov> CC: Rebecca Pons < rpons@diversifiedfsi.com >, Traci Jennings <tjennings@diversifiedfsi.com> Subject: RE: Emailing: C- 141 Skelly 85 Inj 1-24-14 Thread-Topic: Emailing: C- 141 Skelly 85 Inj 1-24-14

Thread-Index: Ac89P7UFA7sk/IwITJOkAYe1MqYpkAABG0rg Date: Tue, 11 Mar 2014 16:11:37 +0000 Message-ID: <<u>0D2C770BA7B2C84FAC6A50AD8A893D01A073F328@CEXMB002.nmes.lcl</u>> References: <<u>C31BADB03EB0D648AB7BC1DE0901DC3DB5E49A@MB1.i.cloudmail.conetrix.com</u>> In-Reply-To: <<u>C31BADB03EB0D648AB7BC1DE0901DC3DB5E49A@MB1.i.cloudmail.conetrix.com</u>> Accept-Language: en-US Content-Language: en-US X-MS-Has-Attach: X-MS-TNEF-Correlator: x-originating-ip: [164.64.106.176] Content-Type: text/plain; charset="us-ascii" Content-Transfer-Encoding: quoted-printable MIME-Version: 1.0