

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brázos 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

NM OIL CONSERVATION

ARTESIA DISTRICT

SEP 29 2015

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.
RECEIVED

Release Notification and Corrective Action

NAB 1527326452

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company Merit Energy Co. 14591	Contact Chris Flores
Address PO Box 1239 Eunice, N.M. 88231	Telephone No. 575-420-5506
Facility Name Shugart 19#8	Facility Type Oil & Gas Production battery

Surface Owner BLM	Mineral Owner BLM	API No. 300153092300
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LOCATION OF RELEASE

Unit Letter 19#8 B	Sec 19	Township 18-S	Range 31-E	Feet from the 660'	North/South Line FNL	Feet from the 2310'	East/West Line FEL	County Eddy
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Latitude 32D44'04.14"N Longitude 103D54'26.82"W

NATURE OF RELEASE

Type of Release Produced water	Volume of Release 40	Volume Recovered 35
Source of Release: Production tank on 19#8 tank battery, 2x4 swage on back of tank.	Date and Hour of Occurrence 9-29-2015	Date and Hour of Discovery 8:01 a.m. 9-29-2015
Was Immediate Notice Given? Required <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not	If YES, To Whom? BLM and OCD Mike Bratcher - OCD & James Amos -BLM	
By Whom? Chris Flores	Date and Hour 9-29-15 8:23 A.M BLM./ 8:08 a.m. A.M. OCD	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. NA	

If a Watercourse was Impacted, Describe Fully.*

NO

Describe Cause of Problem and Remedial Action Taken.*

Internal corrosion on 2x4 swage on circulating line on back of oil tank. Removed and replaced all old or bad fittings on line.

Describe Area Affected and Cleanup Action Taken.*

Area around tanks inside firewall, leak was discovered around 8:01 A.M. on 9-29-2015. No leaking evident on previous day. All fluid was contained inside firewall, vacuumed and hauled off all standing fluid. Well follow up with further clean up.

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: Chris Flores		OIL CONSERVATION DIVISION	
Printed Name: chris flores		Approved by	Signed By <u>Mike Bratcher</u>
Title: field foreman		Approval Date: <u>9/30/15</u>	Expiration Date: <u>N/A</u>
E-mail Address: chris.flores@meritenergy.com		Conditions of Approval:	
Date: 9-29-2015 Phone: 575-420-5506		mediation per O.C.D. Rules & Guidelines Attached <input type="checkbox"/>	
		SUBMIT REMEDIATION PROPOSAL NO <u>1117115</u>	
		LATER THAN: <u>11/17/15</u>	

2RP-3304