

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

State of New Mexico  
Energy Minerals and Natural Resources

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

Form C-141  
Revised October 10, 2003

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

NOV 21 2007

OCD-ARTESIA

Release Notification and Corrective Action

30-015-26674

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company YATES PETROLEUM CORPORATION	OGRID Number 25575	Contact SHERRY BONHAM
Address 105 S 4 <sup>TH</sup> STREET		Telephone No. 505.748.1471
Facility Name NORTH DAGGER DRAW WATER TRANSFER STATION	API Number	Facility Type TANK BATTERY AND TRANSFER

Surface Owner PRIVATE	Mineral Owner PRIVATE	Lease No.
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LOCATION OF RELEASE

Unit Letter M	Section 20	Township 19S	Range 25E	Feet from the	North/South Line	Feet from the	East/West Line	County EDDY
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Latitude 32.64103° N Longitude 104.51355° W

NATURE OF RELEASE

Type of Release PRODUCED WATER	Volume of Release 52 B/PW	Volume Recovered 50 B/PW
Source of Release PUMP	Date and Hour of Occurrence 11/19/07 AM	Date and Hour of Discovery 11/19/07 0515 HRS
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? MIKE BRATCHER, NMOCD DISTRICT 2	
By Whom? SHERRY BONHAM	Date and Hour 11/19/07 1700 HRS	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	


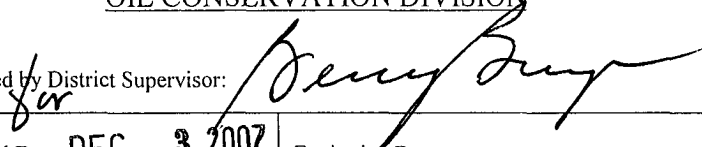
If a Watercourse was Impacted, Describe Fully.\*  
N/A

Describe Cause of Problem and Remedial Action Taken.\*  
TRANSFER PUMP DISCHARGE GASKET BLEW OUT. SHUT DOWN WATER PUMP. REPLACED GASKET.

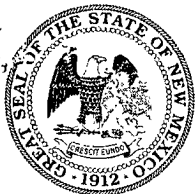
Describe Area Affected and Cleanup Action Taken.\*  
APPROXIMATELY 50' X 111' AREA WITHIN BERMED AREA AFFECTED. FREE STANDING FLUIDS RECOVERED BY VACUUM TRUCK. SOIL SAMPLES TO BE OBTAINED AND SUBMITTED TO LABORATORY TO BE ANALYZED FOR BTEX, TPH, AND CHLORIDES. SHOULD ANALYSES REPORT BTEX OR TPH TO BE OVER THE RRAL FOR THE SITE, A REMEDIATION WORK PLAN WILL BE SUBMITTED TO NMOCD. CHLORIDES WILL BE DOCUMENTED. SHOULD ANALYTICAL REPORT FOR BTEX OR TPH BE BELOW RRALS, A FINAL C-141 WILL BE SUBMITTED TO NMOCD REQUESTING CLOSURE FOR RELEASE OCCURRING NOVEMBER 16, 2007.

Depth to Ground Water: >100'; Wellhead Protection Area: >1000'; Distance to Surface Water Body: >1000'. Site Ranking: 0.

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: 	OIL CONSERVATION DIVISION	
Printed Name: Sherry Bonham	Approved by District Supervisor: 	
Title: Environmental Regulatory Agent	Approval Date: DEC 3 2007	Expiration Date:
E-mail Address: sherryb@ypcnm.com	Conditions of Approval: <b>See Attached Stipulations</b>	Attached <input type="checkbox"/>
Date: November 21, 2007	Phone: 505.748.1471	

\* Attach Additional Sheets If Necessary



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

December 3, 2007

Yates Petroleum Corp.

105 S. 4<sup>th</sup>

Artesia, NM 88210

ATTN: Sherry Bonham

RE: North Dagger Draw Water Transfer Station

This office is in receipt of your C-141 on the produced water release, at this facility.

NMOCD Rule 19.15.3.116 states in part ... "The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

Information and tools for proper corrective action may be found in the Environmental Handbook on our web site [www.emnrd.state.nm.us/ocd](http://www.emnrd.state.nm.us/ocd) under the heading publications.

Remediation requirements may be subject to other federal, state and local laws or regulations.

Within 30 days, **on or before January 3, 2008**, completion of a remediation work plan should be finalized and submitted to the Division, summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release, for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further service or if you have any questions please feel free to contact me.

Sincerely,

Gerry Guye

Compliance Officer

NMOCD District II, Artesia

(505) 748-1283 ext 105

Cell (505) 626-0843

E-mail: [gerry.guye@state.nm.us](mailto:gerry.guye@state.nm.us)