APPROVED

State of New Mexico

By OCD District 1 at 2:54 pm, Jun 09, 2015

Minerals and Natural Resources

Revised August 8, 2011

Energy Minerals and Natural Resources

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 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

Oil Conservation Division 1220 South St. Francis Dr. Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Attached 1RP-3641

Santa Fe, NM 8/505													
			Rele	ease Notific	atio	n and Co	rrective A	ction					
OPERATOR													
Name of Company Rice Operating Company							Contact Katie Jones Davis						
							Telephone No. 575-393-9174						
							Facility Type SWD						
Surface Owner: Sarah Phillips Est. Mineral Owner							API No. 30-025-21496						
LOCATION OF RELEASE													
Unit Letter					South Line	Feet from the	East/V	Vest Line	County				
				1405	2777		1495	FWL		Lea			
K	33	19S	37E	1485		FSL	1485		WL	Lea			
Latitude 32°29'34.62" N Longitude 104°6'39.21" W													
NATURE OF RELEASE													
Type of Release Produced Water										Recovered 960 bbls			
Source of Release Tank							Date and Hour of Occurrence Date and I 5/16/15 9:30 pm 5/16/15 9			Hour of Discovery 9:30 pm			
Was Immediate Notice Given?							If YES, To Whom?						
							Kellie Jones						
By Whom? Katie Jones Davis						Date and Hour 5/18/2015 10:40 am If VES, Volume Impacting the Watercourse							
Was a Watercourse Reached?													
If a Watercourse was Impacted, Describe Fully.* RECEIVED													
		P											
By OCD District 1 at 2:54 pm, Jun 09, 2015													
Describe Cause of Problem and Remedial Action Taken.* Lightning strike of salt water disposal system tank. The system caught fire and was extinguished. The SWD facility will be rebuilt.													
0.30			**	V8				1110					
Describe Are	a Affected	and Cleanup.	Action Tal	ken.* th the herm was vi	isually i	nspected to d	etermine integrity.	The ta	nks and de	bris were r	removed from	the	
The tanks were removed and the liner underneath the berm was visually inspected to determine integrity. The tanks and debris were removed from the lined area utilizing a hydrovac and were disposed of at a NMOCD approved facility. The liner was exposed and showed no indication of integrity being													
compromised from the fire, other than fraying on the south end of the liner due to the directional wind of flames. The fraying of the liner was higher than the released produced water level. All of the released produced water was held within the lined area and was recovered with a vacuum truck.													
the released p	oroduced w	ater level. Al	l of the rel	leased produced w	ater wa	s held within	the lined area and	was rec	covered wit	h a vacuur	n truck.		
I hereby certi	ify that the	information g	iven above	e is true and comp	lete to t	he best of my	knowledge and u	nderstar	nd that purs	suant to NN	MOCD rules a	and	
regulations al	ll operators	are required	to report a	nd/or file certain	elease r	notifications a	nd perform correc	tive act	ions for rel	eases whic	h may endang	ger	
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,					report			·					
1/						OIL CONSERVATION DIVISION							
Signature:	1/t	0 /-		1)									
							Approved by Environmental Specialist:						
Printed Name: Katie Jones Davis							06/00/2015						
Title: Environmental Project Manager						Approval Da	Approval Date: 06/09/2015 Expiration Date:			Date:	//		
E-mail Addre	ess: kiones	@riceswd.co	Conditions of Approval:			Attools	Attached						

Phone: 575-393-9174

E-mail Address: kjones@riceswd.com

Date: 6/4/2015 * Attach Additional Sheets If Necessary

EME K-33 SWD (1RP-3641) Unit Letter K, Section 33, T19S, R37E





All produced water contained within the berm 5/16/2015



EME K-33 SWD, facing southwest 5/16/2015



EME K-33 SWD, facing southeast 5/16/2015



EME K-33 SWD, facing east

5/16/2015



EME K-33 SWD, facing south

5/16/2015



Site, facing south

6/2/2015



Site, facing north

6/2/2015



Site, facing southwest

6/2/2015



Site, facing northwest

6/2/2015



Site, facing east

6/2/2015



Site, facing west

6/2/2015