

District I
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

Form C-141
Revised August 8, 2011

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

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

Release Notification and Corrective Action

CORRECTION

OPERATOR

Initial Report Final Report

Name of Company	Dugan Production	Contact	John Alexander
Address	PO Box 420, Farmington, NM 87499	Telephone No.	5053251821
Facility Name	KM Chaveron Tank Battery	Facility Type	Tank Battery

Surface Owner	State	Mineral Owner	State	API No.	n/a
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	2	8S	33E					Chaves

Latitude 33.651832 Longitude -103.540328

NATURE OF RELEASE

Type of Release	oil spill	Volume of Release	255 bbls	Volume Recovered	50 bbls
Source of Release	hole in oil tank	Date and Hour of Occurrence	8/23/2015 0800	Date and Hour of Discovery	8/23/2015 1200
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?	Rainy McKay (pumper)	Kellie Jones			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Date and Hour 0800 8/24/2015			
If YES, Volume Impacting the Watercourse.					

If a Watercourse was Impacted, Describe Fully.*

RECEIVED
By OCD District 1 at 9:15 am, Aug 31, 2015

Describe Cause of Problem and Remedial Action Taken.*

Hole in oil storage tank, corrosion. Recovered as much oil as possible with vacuum truck and returned to another tank.

Describe Area Affected and Cleanup Action Taken.*

Oil stained dirt will be dug out and taken to approved disposal facility. That operation has commenced. NMOCD will be notified when complete.
CORRECTION - ORIGINAL REPORT INCORRECTLY REPORTED THE VOLUME OF THE SPILL. THIS REPORT CORRECTS THAT ERROR.

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: <i>John Alexander</i>	OIL CONSERVATION DIVISION		
Printed Name: John Alexander	Approved by Environmental Specialist: <i>Kelley</i>		
Title: Vice President	Approval Date:	Expiration Date:	
E-mail Address: john.alexander@duganproduction.com	Conditions of Approval:		Attached <input type="checkbox"/>
Date: 8/27/2015 Phone: 5053251821			IRP-3818

* Attach Additional Sheets If Necessary