

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

**RECEIVED**

By JKeyes at 10:10 am, Nov 05, 2015

**COPY**

Revised October 10, 2005

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

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

Name of Company DKD, LLC	Contact Danny R. Watson
Address PO Box 682, Tatum, NM 88267	Telephone No. (575) 398-3490 or (575) 369-5024
Facility Name Richardson Fee #2	Facility Type SWD

Surface Owner Nelda Key	Mineral Owner Nelda Key	Lease No. API# 30-025-27886
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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
K	5	14S	36E	1980	S	1980	W	Lea

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release SW & interface	Volume of Release see attached	Volume Recovered see attached
Source of Release tank battery	Date and Hour of Occurrence 10/3/15, 8:30 AM	Date and Hour of Discovery 10/3/15, 8:30 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Maxey Brown	
By Whom? Danny R. Watson	Date and Hour 10/3/15, 9:00 AM	
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.\* (please see attached sheet)

Lightning struck the battery. Actions taken included getting a vacuum truck on location to pick up spill; it started raining; had backhoe and dozer to buildup dikes to prevent further contamination; picked up all fluid on ground 10/3 and 10/4 with 2" of rain; we have emptied most of the SWD tanks.

Describe Area Affected and Cleanup Action Taken.\* (please see attached sheet)

Approximately 150 ft to the West and 150 ft to the South of the battery; then South of the battery approximately 100 ft South then about 200 ft West.

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.

**OIL CONSERVATION DIVISION**

Signature: 	Approved by District Supervisor: 	
Printed Name: Danny R. Watson	Approval Date: 11/05/2015	Expiration Date: 01/05/2016
Title: Owner	Conditions of Approval: Discrete site samples required. Delineate and remediate per NMOCD guidelines.	
E-mail Address: dkdllc@leaco.net	Attached <input type="checkbox"/> IRP 3959	
Date: 10/7/15 Phone: (575) 398-3490	Geotagged photos of remediation required.	

\* Attach Additional Sheets If Necessary

nJXK1530936457  
pJXK1530936575

I would like to request a couple of weeks to clean up the location. Because of all the rain we have had and are expecting we would like to let the mud dry out. I feel we are in as good a shape we can be at the present time. When we were pushing up the dikes, we found clay below the grass surface. It had already rained 1-inch when the tank battery caught fire.

Also, my insurance company has asked that we leave the location as it is until an adjuster can get out to inspect it. I will notify the OCD as soon as this can happen.

Danny R. Watson  
DKD, LLC Owner

Volume of Release:

400 bbls:	SWD spill
<u>200 bbls:</u>	Fire Dept water & rain water
600 bbls	total outside the dike
300 bbls:	SW pulled out of tanks
<u>240 bbls:</u>	pulled out of dike
540 bbls	total
1140 bbls	grand total released

All 1140 bbls were hauled off to Gandy Marley land farm.