From:	Yu, Olivia, EMNRD
To:	"Rick Harris"
Cc:	Billings, Bradford, EMNRD
Subject:	RE: Reportable release in vicinity of API well 30-005-10484
Date:	Thursday, July 27, 2017 5:10:00 PM
Attachments:	Cano_BLMphotos.pdf

Mr. Harris:

BLM provided NMOCD with photo documentation that attest this spill is reportable and qualifies as a major release. Please see the attached photos, which are taken along the lease road between API wells 30-005-10484 and 30-005-27974.

An initial C-141 is expected on August 7, 2017 as per NMAC 19.15.29. Should the Responsible Operator disagree, please submit documentation stating the contrary.

Thanks, Olivia

From: Rick Harris [mailto:rick.harris@nbiservices.com]
Sent: Thursday, July 27, 2017 3:13 PM
To: Yu, Olivia, EMNRD <Olivia.Yu@state.nm.us>
Subject: Re: Reportable release in vicinity of API well 30-005-10484

Olivia,

I appreciate your time yesterday afternoon. Per our conversation: Our field hands reported a leak of around a barrel of produced water on Thursday July 20, 2017 to our Field Manager Robert McKenzie.

The line was shut-in by the field hands immediately upon discovery of the leak.

A minor release is gauged at > 5 BBL's with a major release gauged at >25 BBL's. With a report of around 1 BBL of produced water we did not report anything to the NMOCD

The spill was estimated at 150' long by 1' wide running along one our injection lines.

With the discrepancy in the report you received from the BLM vs our internal reporting we will pull together our documentation of the incident that includes our internal report and any pictures we have of the spill area and the leak. The line will remain shut-in pending repair. You were going to check back with the BLM for any additional documentation they have.

Thanks,

Rick

Good morning Mr. Harris:

On Thursday, July 20, 2017, NMOCD was notified by a BLM representative that there was a major release, approximately 40 bbls of produced water, near API well 30-005-10484. The GPS coordinates of the release location are -103.859508, 33.632686.

Please be advised that according to NMAC 19.15.29, the responsible operator is required to report a major release (> 25 bbls) within 24 hours. An initial C-141 is due on August 7, 2017. Please confirm.

Thanks,

Olivia Yu Environmental Specialist NMOCD, District I <u>Olivia.yu@state.nm.us</u> 575-393-6161 x113

OCD approval does not relieve the operator of liability should their operations fail to adequately investigate and remediate contamination that may pose a threat to ground water, surface water, human health or the environment. In addition, OCD approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

Rick Harris

NBI Services, Inc. 823 S Detroit, Suite 300, Tulsa, OK 74120 Direct: 918.398-2756| Cell: 918.691.9100 rick.harris@nbiservices.com

The information in this message, including any attachments, is confidential. It is transmitted for the exclusive use of the addressee or intended recipient. Unauthorized use, copying or distribution of this message, including any attachments, is unauthorized and may be unlawful. If this message was sent to you in error, please reply to the sender and delete this message, including any attachments.