From:	Shoemaker, Mike
To:	<u>Yu, Olivia, EMNRD; Robison, Tamala; Shelly Tucker (stucker@blm.gov)</u>
Cc:	Fulks, Brett
Subject:	RE: [EXTERNAL] RE: Emailing: Paloma Blanco 17 Fed Com 2_14bbl oil_GIS Image_1.7.18, Paloma Blanco 17 Fed Com 2_14bbl oil_Initial Final C-141_1.19.18
Date:	Tuesday, January 23, 2018 6:07:53 PM
Attachments:	image002.png image003.png

Olivia,

Please see my response to your questions below.

- The associated API well is a gas producing well without recent oil or produced water production reported to NMOCD. Where is the source of the oil?
 - o I reached out to my operations group and they supplied me with the following information.
 - Though this is a gas well it will make some oil over a period of time. We open the well for a week at a time to test the well monthly. During the test period it will make fluids which have typically been a mixture of oil and water but typically small amounts. During the testing period this month there were offset completion activities occurring in the area by other operators. We believe due to temperature fluctuations and pressure on the reservoir because of the offset completion activity we received additional water into our system through the well bore. This caused our tank levels to rise uncharacteristically and because the oil was on top of the water in the tank it was released out of the hatch causing the oil spill.
- The initial notification and C-141 stated an oil release, while email below indicated a produced water release. Is this a mistake?
 - o It is an oil release as stated in the initial notification and the C-141. We inadvertently missed updating the text in the language that was provided on the e-mail.

Please let me know if you need any additional information.

Thanks,

Mike Shoemaker EHS Representative

Devon Energy Corporation

6488 Seven Rivers Highway Artesia, New Mexico 88210 575-746-5566 Office 575-513-5035 Mobile



From: Yu, Olivia, EMNRD [mailto:Olivia.Yu@state.nm.us]
Sent: Monday, January 22, 2018 3:06 PM
To: Robison, Tamala <Tamala.Robison@dvn.com>; Shelly Tucker (stucker@blm.gov)
<stucker@blm.gov>
Cc: Shoemaker, Mike <Mike.Shoemaker@dvn.com>; Fulks, Brett <Brett.Fulks@dvn.com>
Subject: [EXTERNAL] RE: Emailing: Paloma Blanco 17 Fed Com 2_14bbl oil_GIS Image_1.7.18, Paloma Blanco 17 Fed Com 2_14bbl oil_Initial Final C-141_1.19.18

Dear Mr. Shoemaker:

Please clarify:

- The associated API well is a gas producing well without recent oil or produced water production reported to NMOCD. Where is the source of the oil?
- The initial notification and C-141 stated an oil release, while email below indicated a produced water release. Is this a mistake?

Please see the attachment for your records.

Please inspect the liner in question. It is NMOCD's understanding that all impacted material in the containment has been removed and the liner inspected for integrity. Provide NMOCD with a concise report of the inspection with affirmation the liner has and will continue to contain liquids. Pictures and a record of the removal of contaminated fill or proper disposal of liquids are strongly encouraged to accompany submission of initial C-141s.

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.

To: Shelly Tucker (stucker@blm.gov) <stucker@blm.gov>; Yu, Olivia, EMNRD
<<u>Olivia.Yu@state.nm.us</u>>
Cc: Shoemaker, Mike <<u>Mike.Shoemaker@dvn.com</u>>; Fulks, Brett <<u>Brett.Fulks@dvn.com</u>>
Subject: Emailing: Paloma Blanco 17 Fed Com 2_14bbl oil_GIS Image_1.7.18, Paloma Blanco 17 Fed Com 2_14bbl oil_Initial Final C-141_1.19.18

Good afternoon,

Attached is the Initial Final C-141 and GIS image for the 14BBLS produced water release that occurred at the Paloma Blanco 17 Federal Com 2 on January 7, 2018. The red dot on the GIS image represents the approximate origin of the release.

If you should have any questions please feel free to contact Mike Shoemaker.

Gratefully,



Your message is ready to be sent with the following file or link attachments:

Paloma Blanco 17 Fed Com 2_14bbl oil_GIS Image_1.7.18 Paloma Blanco 17 Fed Com 2_14bbl oil_Initial Final C-141_1.19.18

Note: To protect against computer viruses, e-mail programs may prevent sending or receiving certain types of file attachments. Check your e-mail security settings to determine how attachments are handled.

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