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.

Attached

			Rele	ease Notific	atio	n and Co	rrective A	ction		-			
						OPERA		☐ Initia	l Report	\boxtimes	Final Report		
Name of Co		Contact:			Robert McNeill								
Address:	600 Wes	Telephone No. 432-683-7443											
Facility Name: Pygmy 27 State #001H Tank Battery							Facility Type: Battery						
Surface Ow	ner: Pri	State	State AP				I No. 30-025-40352						
LOCATION OF RELEASE													
						n/South Line North		East/West Line County West Lea			•		
D 27 21S 33E 330 North 190 West Lea Latitude 32.456254 Longitude -103.568849													
NATURE OF RELEASE													
Type of Release: Produced Water							Volume of Release: 40 bbls PW			Volume Recovered: 35 bbls PW			
Source of Release: Fittings/Connections						Date and H	Date and Hour of Occurrence: July 14, 2017 8:00 AM			Date and Hour of Discovery:			
Was Immediate Notice Given?						If YES, To Whom?			July 14, 2017 8:00 AM				
✓ Yes						Ms. Yu – NMOCD / Ms. Groves - SLO							
By Whom? Dakota Neel						Date and Hour: July 14, 2017 12:11 pm							
Was a Watercourse Reached? ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse.							
If a Watercourse was Impacted, Describe Fully.*						APPROVED							
Describe Cause of Problem and Remedial Action Taken.*						By Olivia Yu at 9:24 am, May 02, 2018							
Describe Caus	se of Proble	em and Remed	lial Action	ı Taken.*					,	, ,			
The release w	as caused b	y a hole that o	developed	in the piping on th	ie dum	n line of the fi	ee water knockou	ıt The s	ection of ni	ne was ren	laced		
Describe Area	Affected a	and Cleanup A	ction Tak	en.*		100		11100	otton or p	pe was rep	uccu.		
The release remained on location within the lined facility. A final inspection has been conducted regarding the clean-up efforts at the above mentioned lined facility. Free fluids were removed and if present impacted gravel was removed from the liner and taken to a NMOCD approved disposal facility. The liner was inspected for damage and found to have liner integrity to contain fee fluids. 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													
public health of should their of	operators a or the envir perations ha ment. In a	are required to conment. The ave failed to a ddition, NMO	report an acceptanc dequately CD accept	is true and compled/or file certain re e of a C-141 report investigate and re lance of a C-141 r	lease r t by th mediat	otifications ar le NMOCD ma le contamination	id perform correct arked as "Final Re on that pose a thre	tive action of the control of the co	ons for rele oes not relic ound water.	ases which eve the oper	may er rator of	ndanger Liability man bealth	
Signature:						OIL CONSERVATION DIVISION							
Printed Name	I Name: Christopher Gray Approved by Environmental Specialist:												
Title:		HSE Coor	dinator			Approval Date: 5/2/2018 Expiration Date: XX/XX/XXXX							
		N. 80	Const					,	-	T			

* Attach Additional Sheets If Necessary

Phone:

cgray@concho.com

575-746-2010

E-mail Address:

Date: 1/17/2018

nOY1720251270

Conditions of Approval:

From: Yu, Olivia, EMNRD
To: Christopher Gray

Cc: Sheldon Hitchcock; Rebecca Haskell; Robert McNeill; Rebecca Haskell

Subject: RE: (C-141 Final) Pygmy 27 State # 2H (30-025-40352)1-17-18

Date: Wednesday, May 2, 2018 9:30:00 AM

Attachments: image003.png

approved_Pygmy 27 State #001H Final C-141 7-14-17 (30-025-40352) (2).pdf

Dear Mr. Gray:

The available information indicates **OPERATOR** has met the requirements of 19.15.29 NMAC and no further corrective action is required. NMOCD considers **nOY1720251270** closed. This determination by the Oil Conservation Division does not relieve Operator of responsibility should future information indicate a threat to ground water, surface water, human health, or the environment. Furthermore, it does not relieve Operator of responsibility for compliance with any federal, state, or local laws and/or regulations.

Thanks,

Olivia Yu Environmental Specialist NMOCD, District I Olivia.yu@state.nm.us 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.

From: Christopher Gray < CGray@concho.com> **Sent:** Wednesday, January 17, 2018 3:28 PM **To:** Yu, Olivia, EMNRD < Olivia.Yu@state.nm.us>

Cc: Billings, Bradford, EMNRD <Bradford.Billings@state.nm.us>; Sheldon Hitchcock <SLHitchcock@concho.com>; Rebecca Haskell <RHaskell@concho.com>; Robert McNeill <RMcNeill@concho.com>; Rebecca Haskell <RHaskell@concho.com>

Subject: (C-141 Final) Pygmy 27 State # 2H (30-025-40352)1-17-18

Ms. Yu/Ms. Groves,

A final inspection has been conducted regarding the clean-up efforts made at the above mentioned lined facility. Free fluids were removed and if present the impacted gravel was removed from the liner and taken to a NMOCD approved disposal facility. The liner was inspected for damage and found to have liner integrity to contain free fluids. Please see the attached Final C-141 and picture taken during the final inspection conducted by a COG HSE representative.





Thank You,

Christopher Gray HSE Coordinator COG Operating, LLC Artesia, NM 88210 575-748-6940 (main) 575-748-0235 (direct) 432-557-8032 (cell) cgray@concho.com



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.

NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Further, any contract terms proposed or purportedly accepted in this email are not binding and are subject to management's final approval as memorialized in a separate written instrument, excluding electronic correspondence, executed by an authorized representative of COG Operating LLC or its affiliates.