

#1497

**BASIC ENERGY
P & S BRINE SALES
Eunice, NM
Unit O, Sect. 34, Tws. 21 S., Rng. 37 E.
GPS 32 25' 47"N 103 08' 57"W**

FINAL REPORT



**Prepared By
Eddie Seay Consulting
November 2007**

November 28, 2007

NMOCD Environmental
ATTN: Chris Williams
1625 French Drive
Hobbs, NM 88240

RE: Basic Energy Service
P & S Brine Sales
RP #1497

Mr. Williams:

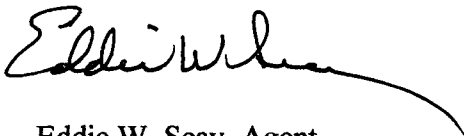
Basic Energy has completed the cleanup and remediation of the above listed site. We are sorry for the delay in finishing this site, Chevron has been working on wells and was in our way.

Our cleanup was conducted as you approved, we installed red clay liner on the bottom of the excavation and backfilled with clean soil. A berm was installed down gradient of the battery to contain any future leak, if it were to occur. The area was leveled and contoured, seeding will be at landowners request.

Basic is taking bids to totally rebuild the facility to prevent future problems. We will keep the OCD informed of any work. Find photos and final C-141 attached.

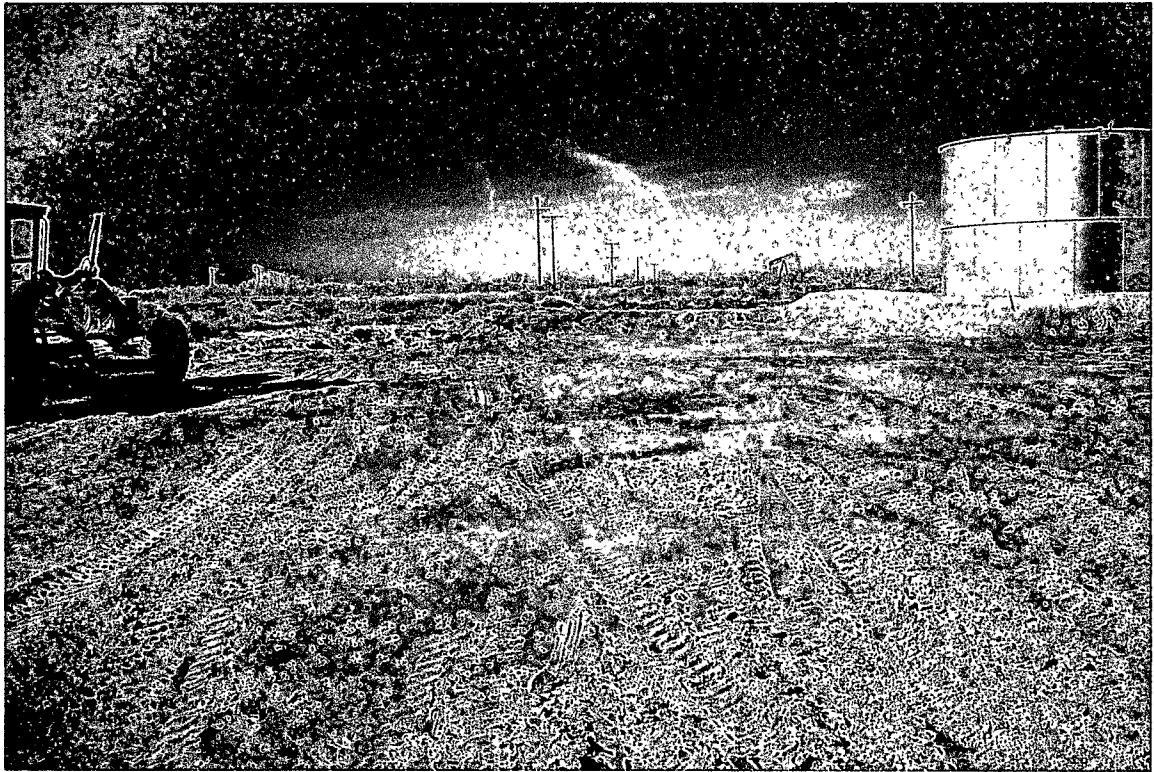
Should you have any questions, please call.

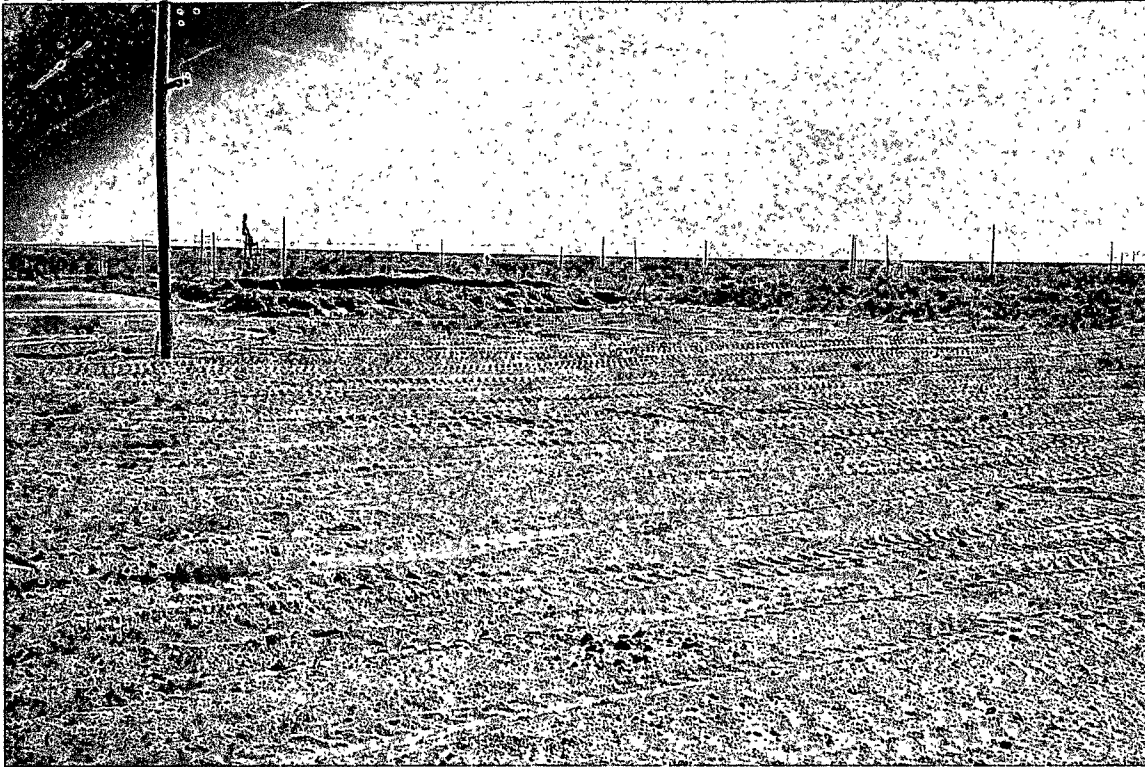
Sincerely,

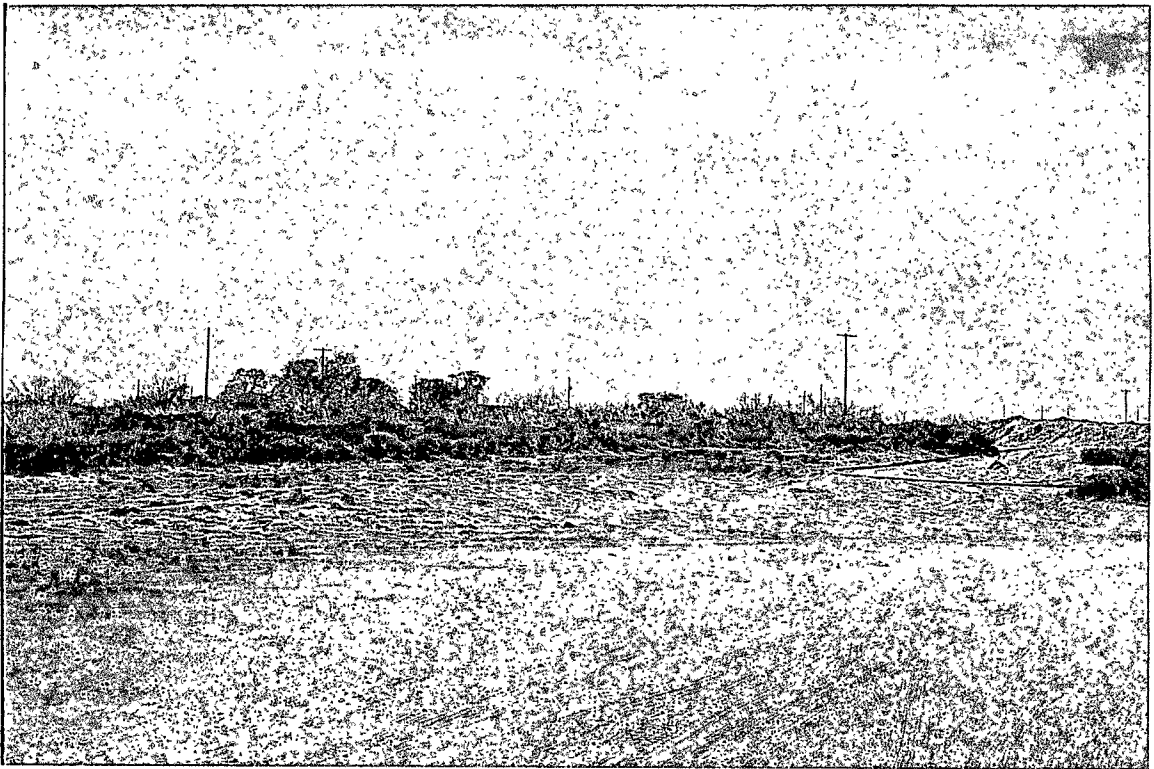
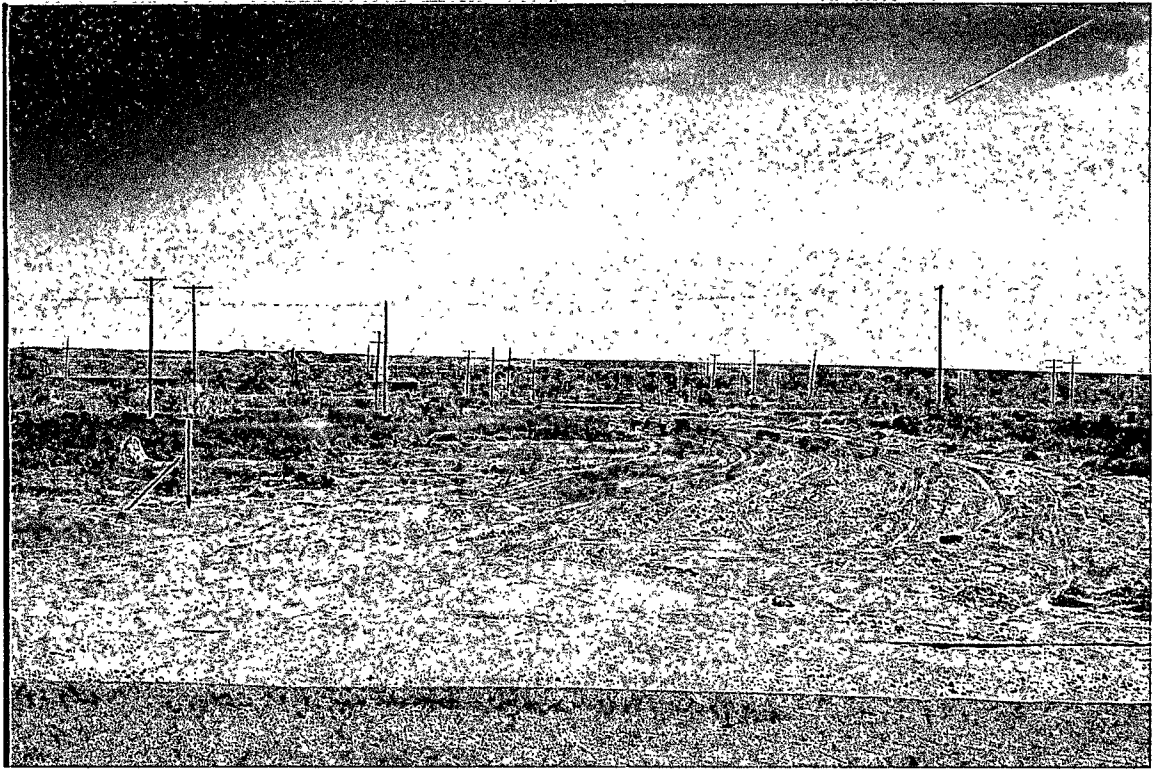
A handwritten signature in black ink, appearing to read 'Eddie W. Seay', with a long, sweeping underline that extends to the right.

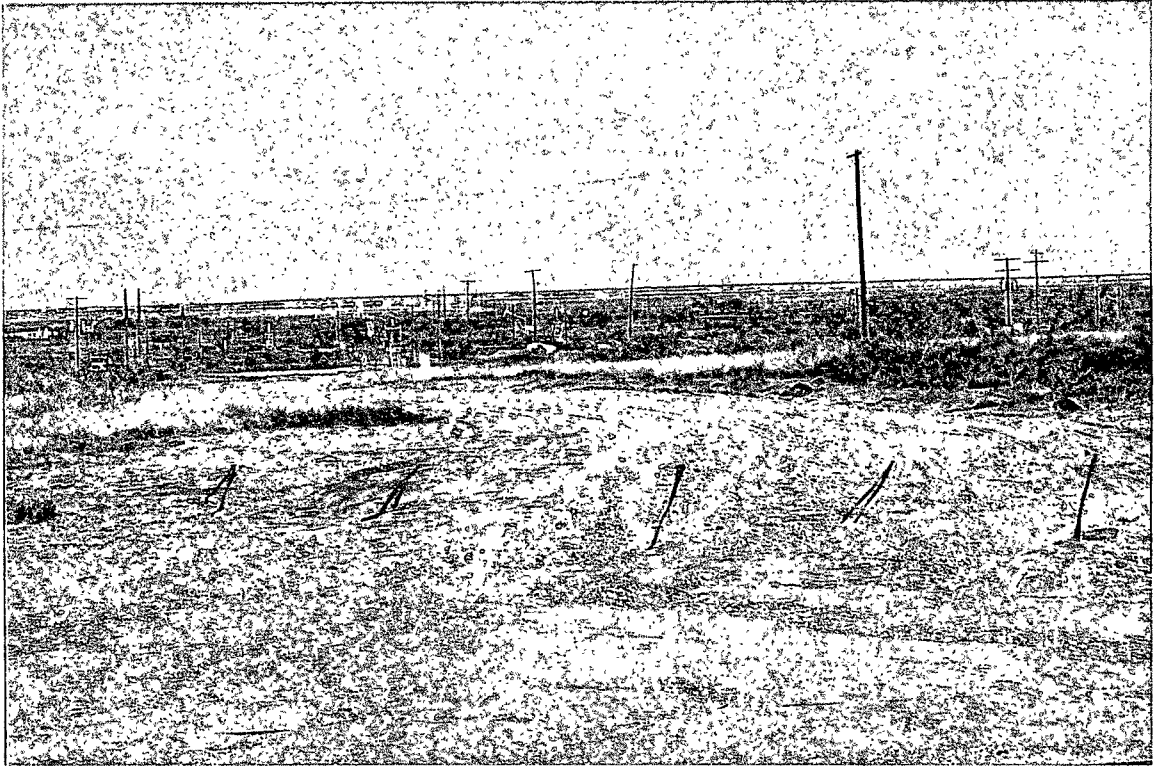
Eddie W. Seay, Agent
Eddie Seay Consulting
601 W. Illinois
Hobbs, NM 88242
(505)392-2236
seay04@leaco.net

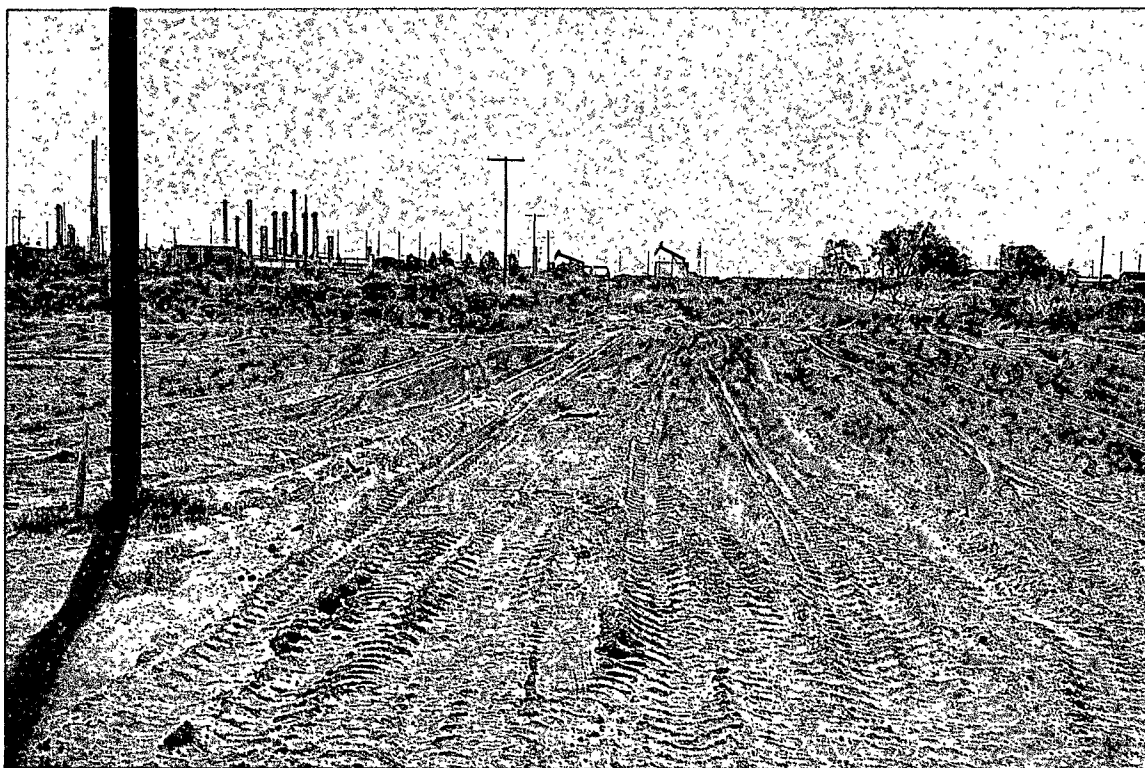
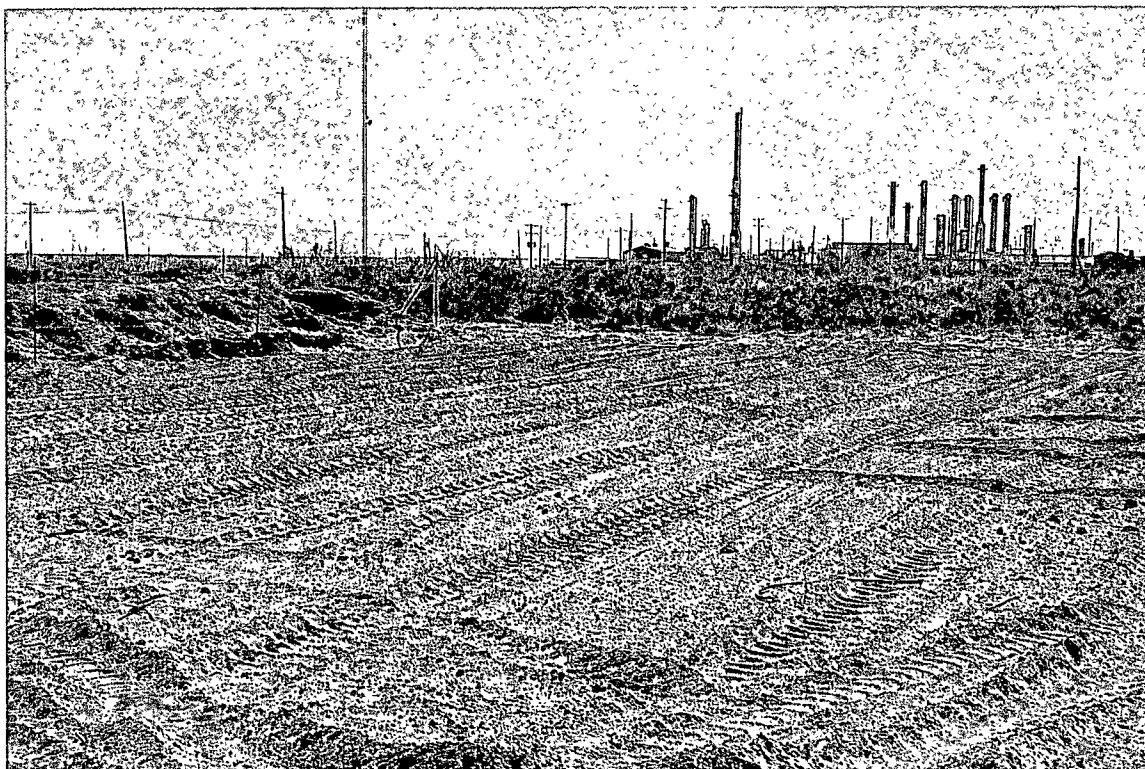
cc: P & S Brine
Basic Energy











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

#1497

Form C-141
Revised October 10, 2003

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	BASIC Energy Services	Contact	Steve Prather
Address	P.O. Box 1869 Eureka NM 88231	Telephone No.	(505) 390-1435
Facility Name	Eunice Brine Station	Facility Type	Brine Station
Surface Owner	Bill Stephens	Mineral Owner	
		Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
	34	21	37		630		2427	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Brine Water	Volume of Release	400	Volumes Recovered	200
Source of Release	Tank Overflow	Date and Hour of Occurrence	7/24/07	Date and Hour of Discovery	7/24/07
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required				
By Whom?	DAVID Caballero	If YES, To Whom?	Larry Johnson		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
Date and Hour	7/24/07	7:00 AM			

If a Watercourse was Impacted, Describe Fully.

NA

Describe Cause of Problem and Remedial Action Taken.

Brine water overflowed from tanks and ran down road. Excessive water picked up and area stabilized.

Describe Area Affected and Cleanup Action Taken.

Brine water ran down road. Pooled water picked up. Work Plan being made by Seay Consulting

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:	[Signature]		
Printed Name:	Steve Prather	Approved by District Supervisor:	Chris Williams
Title:	Area Manager	Approval Date:	7/24/07
E-mail Address:	Steve.Prather@BASICEnergy.com	Expiration Date:	8/15/07
Date:	7-24-07	Conditions of Approval:	Com
Phone:	394-3235	Attached	<input type="checkbox"/>

Attach Additional Sheets if Necessary

District I
1625 N. French Dr., Hobbs, NM 88240
District II
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side of form

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company	Basic Energy Services	Contact	Steve Prather
Address	Box 1869 Eunice NM 88231	Telephone No.	390-1435
Facility Name	Eunice Brine Station	Facility Type	Brine + Fresh Water Sales
Surface Owner	Bill Stephens	Mineral Owner	
		Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	34	21	37					lea

Latitude 32° 25' 47" N Longitude 103° 08' 57" W

NATURE OF RELEASE

Type of Release	Brine Water	Volume of Release	400 bbls	Volume Recovered	200 bbls
Source of Release	Tank Overflow	Date and Hour of Occurrence	7/22	Date and Hour of Discovery	7/23
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Larry Johnson		
By Whom?	David C.	Date and Hour	7/23	7am	
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Brine tank ran over due to faulty shut down switch. Brine ran off location east down road + pulled up on Chur. location. Excess water picked up, switch repaired, and backhoe stabilized area.

Describe Area Affected and Cleanup Action Taken.*

Workplan filed/ contain. hold soil excavated and hauled to Sanderson for disposal. OCB will have approval to backfill some area with clay soil and put clay in some area, entire area completely with fill, and leveled.

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: Eddie W. Seay		OIL CONSERVATION DIVISION	
Printed Name: Eddie W. Seay		Approved by District Supervisor: ENVIRONMENTAL ENGINEER	
Title: Agent		Approval Date: 1/8/08	Expiration Date: _____
E-mail Address: seay24@leaco.net		Conditions of Approval: _____	Attached <input type="checkbox"/>
Date: 11/27/2007 Phone: 392-2256			

* Attach Additional Sheets If Necessary