

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

OCT 31 2008

OGD-ARTESIA Form C-141  
Revised October 10, 2003

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

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 Walsh and Watts, Inc.	Contact Richard Jones
Address 1111 Seventh St., Wichita Falls, TX	Telephone No. (806) 215-0349
Facility Name N. Square Lake Premier Unit	Facility Type Oil
<del>NORTH SQUARE LAKE PREMIER UNIT OIL</del>	
Surface Owner Federal	Mineral Owner X
Lease No. NM0162	

30 015 04806

**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
R M	5	16S	31E	1980	South	1980	East	Eddy

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

**NATURE OF RELEASE**

Type of Release oil & water	Volume of Release min. _____	Volume Recovered 0
Source of Release stuffing box at well head	Date and Hour of Occurrence _____	Date and Hour of Discovery 10/21/08
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? _____	
By Whom? Sherry Bonham to Richard Jones	Date and Hour 10/21/2008	unknown
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.\* Stuffing box leak at well head.

Describe Area Affected and Cleanup Action Taken.\* Confined to well head area.

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.

Accepted for RECORD CONSERVATION DIVISION  
NMOCD

Signature: *Alfred B. Guinn*

Approved by District Supervisor:

Remediation Actions to be completed and  
Final C-141 submitted with confirmation  
analyses/documentation on or before the  
Expiration Date. ↓

Printed Name: Alfred B. Guinn

PROCESS  
Approval Date: 11-12-08

Expiration Date: 01-12-2009

Title: Vice President

E-mail Address: billww@sbcglobal.net

Conditions of Approval:

DELINEATION REQUIRED until  
contamination reaches background levels  
or a site specific acceptable level. As  
warranted, a work plan may be required.

Attached

Date: 10/28/2008

Phone: 940-723-2104

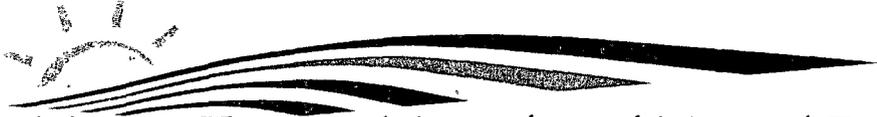
2RP - 267

\* Attach Additional Sheets If Necessary

Accepted for RECORD  
NMOCD

Within 30 days, on or before 12-15-08, completion of  
a remediation work plan based on delineation should be  
finalized and submitted for approval to the Division  
summarizing all actions taken and/or to be taken to mitigate  
environmental damage

Notify OCD 48 hours prior to  
obtaining samples where analyses  
are to be presented to OCD



# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

Joanna Prukop  
Cabinet Secretary  
Reese Fullerton  
Deputy Cabinet Secretary

Mark Fesmire  
Division Director  
Oil Conservation Division



November 12, 2008

Walsh and Watts, Inc  
1111 Seventh Street  
Wichita Falls, TX 76301

RE: North Square Lake Premier Unit 016 30-015-04806  
M-5-16S-31E Eddy County, New Mexico  
2RP-266 and 2RP-267

Dear Operator:

Per operator compliance with LOV 2-08-159, NMOCD District II is in receipt of two initial report C-141s regarding oil and produced water releases. The releases are a result of two separate flow line leaks and a result of stuffing box leak related to the above mentioned facility.

NMOCD Rule 19.15.3.116 states in part, "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

A guide document intended to provide direction for remediation of soils and fresh waters contaminated as a result of leaks, spills, or releases of oilfield wastes and products is found on OCD's web site at the following link:

[http://www.emnrd.state.nm.us/ocd/documents/7C\\_spill1.pdf](http://www.emnrd.state.nm.us/ocd/documents/7C_spill1.pdf)

The following actions are **required** to be addressed in the **remediation plan**:

- Horizontal and vertical delineation of the spill by soil sampling. Delineation is required until contamination reaches background levels or a site specific acceptable level. Any constituent(s) of concern—to include but not limited to TPH, BTEX, and chlorides—are to be addressed in the delineation and remediation plan.
- Prepare a sketch of the site indicating where and at what depths the samples were taken.



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- Submit laboratory results of sampling and the work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at the site.

Notify the OCD 48 hours prior to obtaining samples where analyses of samples obtained are to be submitted to the OCD. Notification is to include date and time of sample event.

Within 30 days, **on or before December 15, 2008**, completion of a remediation work plan should be finalized and submitted to the Division summarizing all actions taken or to be taken to mitigate environmental damage related to *each* leak, spill or release for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,



Sherry Bonham  
NMOCD District II  
(505) 748-1283 ext 109  
E-mail: [sherry.bonham@state.nm.us](mailto:sherry.bonham@state.nm.us)