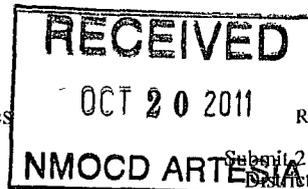


District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



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

nMLB1129941392 OPERATOR Initial Report Final Report

Name of Company	Southern Union Gas Services <i>24472</i>	Contact	Curt Stanley
Address	801 S. Loop 464 Monahans, Texas 79756	Telephone No.	575-390-7595
Facility Name	California B - (10/19/11)	Facility Type	Natural Gas Pipeline
Surface Owner	State of New Mexico (Sec 2), BLM (Sec 11)	Mineral Owner	API No 30-025-28822

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
O	2	26S	31E					Eddy
B	11	26S	31E					

Latitude 32 degrees 03.894' Longitude 103 degrees 44.882'
32.0649 NATURE OF RELEASE *103.7480*

Type of Release	Natural Gas and Crude Oil	Volume of Release	10 bbls	Volume Recovered	0 bbls
Source of Release	16-Inch Steel Pipeline (Low Pressure)	Date and Hour of Occurrence	October 19, 2011	Date and Hour of Discovery	October 19, 2011 - 1036 hours
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom?	Mike Bratcher - NMOCD Artesia District Office		
By Whom?	Curt Stanley - South Union Gas Services	Date and Hour	October 20, 2011 - 0910 hours		
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.*

Failure of a segment of the sixteen (16) inch low pressure (30 PSI) steel pipeline resulted in the release of natural gas and crude oil. The release occurred on the north side of the ROW road and flowed west of the release point. A pipeline clamp was installed on the pipeline to mitigate the release. The affected segment of 16 inch pipeline will be replaced.

Describe Area Affected and Cleanup Action Taken.*

The affected area measures approximately ten (10) feet in width and three hundred twenty (320) feet in length. The release was contained within the ROW road. Following the installation of the pipeline clamp, a backhoe was utilized to scrape heavily saturated soil from the ROW road. The impacted soil was stockpiled on six (6) mil plastic adjacent to the ROW road. The release will be remediated to NMOCD guidelines.

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: <i>Curt Stanley</i>	OIL CONSERVATION DIVISION	
Printed Name: Curt Stanley	Signed By <i>Mike Bratcher</i> Approved by District Supervisor	
Title: EHS Compliance Specialist	Approval Date: OCT 26 2011	Expiration Date:
E-mail Address: curt.stanley@sug.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: October 20, 2011 Phone: 575-390-7595	Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: <i>11/26/2011</i>	

* Attach Additional Sheets If Necessary,

fMLB1129941174
iMLB1129946847
comp 14 # *MLB1129946913*

2RP-938

Bratcher, Mike, EMNRD

From: Stanley, Curt D [Curt.Stanley@SUG.com]
Sent: Thursday, October 20, 2011 10:49 AM
To: Bratcher, Mike, EMNRD
Cc: Slade, Rose
Subject: California B - 10/19/11 Release
Attachments: DOC_20111020113841.pdf

Mike,

Attached is a initial C-141 for the release we spoke about this morning.

Thanks,

Curt Stanley
EHS Compliance Specialist
Southern Union Gas Services, Ltd
801 S. Loop 464
Monahans, Texas 79756
Phone 817.302.9717
Fax 817.302.9701
Cell 575.390.7595
curt.stanley@sug.com

Private and confidential as detailed [here](#). If you cannot access hyperlink, please e-mail sender.