

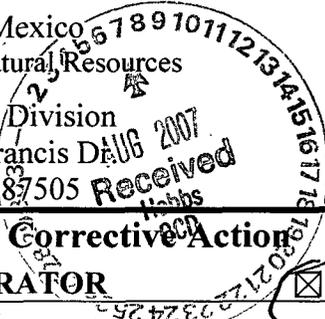
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

OPERATOR

Initial Report Final Report

Name of Company	Southern Union Gas Services, Ltd.	Contact	Tony Savoie
Address	P.O. Box 1226 Jal, N.M. 88252	Telephone No.	505-395-2116
Facility Name	Lea County Field Dept.	Facility Type	Natural Gas Gathering

Surface Owner: Beverly Jean Bull	Mineral Owner: Fee	Lease No.
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LOCATION OF RELEASE

Unit Letter K	Section 34	Township 22S	Range 36E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea
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Latitude N32 20.714 Longitude W103 15.256

NATURE OF RELEASE

Type of Release : Crude Oil, Produced water, and Natural Gas	Volume of Release: 550 Bbbls Fluid and 945 MCF Nat. Gas	Volume Recovered 500 Bbbls crude Oil and produced water
Source of Release : 30" Natural Gas Pipeline	Date and Hour of Occurrence not known 7/23/07 4:15 p.m.	Date and Hour of Discovery 7/23/07 Time: 4:15 p.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Gary Wink the NMOCD on call representative	
By Whom? Tony Savoie	Date and Hour: 7/23/07 4:35 p.m.	
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.*
A 30" Natural Gas gathering line developed a leak due to excess fluid delivered by a producer caused the line to pressure up and leak fluid and natural gas. Crews were repairing a section of line in this area when the leak occurred; a vacuum truck was on hand and started removing fluid within 15 minutes of the pipe failure. Most of the fluid was contained to the bell-hole in the lease road and a large depression in the lease road

Describe Area Affected and Cleanup Action Taken. Approximately 6200 Square feet of pasture land and approximately 7200 square feet of caliche lease road were impacted by the release. Approximately 500 bbls of mostly produced water and crude oil were recovered during the temporary clamping event. The final remediation will follow the NMOCD guidelines for the remediation of leaks and spills.

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>Tony Savoie</i>	OIL CONSERVATION DIVISION	
Printed Name: John A. Savoie	Approved by District ^{ENVIRONMENTAL} Supervisor. <i>[Signature]</i>	
Title: Remediation Supervisor	Approval Date: 8-8-07	Expiration Date: 10-8-07
E-mail Address: tony.savoie@sug.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 8/7/07 Phone: 505-395-2116	SUBMIT FINAL C-141 w/ SUPPORTING DATA <i>BA</i>	

* Attach Additional Sheets If Necessary

RPH 1523

Trunk "O" #5 Job # 2007-030 Ranking Analysis

NMOCD Standards			Points
Depth to Ground Water	Greater than 100 ft.		0
Depth to Ground Water	Less than 100 ft. but greater than 50 ft.		10
Depth to Ground Water	Less than 50 ft.		20
Well Head Protection	Less than 1000 ft. from a water source, or;	Yes	20
	Less than 200 ft. from private domestic water source	No	0
Distance to Surface water body	Less than 200 Horizontal. ft.		20
Distance to Surface water body	200 to 1000 Horizontal ft.		10
Distance to Surface water body	Greater than 1000 Horizontal ft.		0
Action levels	>19	10-19	0-9
Benzene (mg/kg)	10	10	10
BTEX (mg/kg)	50	50	50
TPH (mg/kg)	100	1000	5000

Site Ranking			Points
Depth to Ground Water "Avg."	153 ft.		0
Well Head Protection	3951 Horiz. Ft.		0
Surface Water Body	1.88 Horiz. Miles		0
Total Ranking Score			0

Site Closure Objective	
Benzene (mg/kg)	10
BTEX (mg/kg)	50
TPH (mg/kg) "Surface"	5000
Chlorides (mg/kg)	1000

Remediation Plan:
All affected soil will be excavated and sampled for the presence of Hydrocarbons EPA method (8015M)
Soil with TPH values greater than 5000 mg/kg or chloride values greater than 1000 mg/kg will be transported to the Southern Union Landfarm or remediated on site.
Soil samples will be collected from the excavation and analyzed for Hydrocarbons EPA method (8015M)
All samples will be field screened with a "PID" The soil sample with the highest PID reading will be analyzed separately and tested for BTEX.

