



**Southern Union
Gas Services**

Remediation Plan

Trunk "O" 30"

Project # 2008-003

Unit ltr."O" Section 5 Twns. 21S Range 36E

Lea County, New Mexico

RECEIVED

FEB 26 2008

HOBBS OCD

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. | 575-395-2116 |
| Facility Name | Lea County Field Dept. | Facility Type | Natural Gas Gathering |

| | | |
|------------------------------|------------------------------|-----------|
| Surface Owner: State of N.M. | Mineral Owner: State of N.M. | Lease No. |
|------------------------------|------------------------------|-----------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| O | 5 | 21S | 36E | | | | | Lea |

Latitude N32 30.258 Longitude W103 17.165

NATURE OF RELEASE

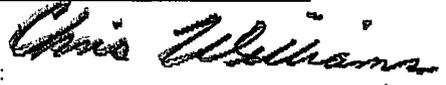
| | | |
|--|---|---|
| Type of Release : Natural Gas and Produced water | Volume of Release: Unknown | Volume Recovered None |
| Source of Release : 30" Natural Gas Pipeline | Date and Hour of Occurrence not known | Date and Hour of Discovery 2/20/08 9:45 a.m. |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? | Date and Hour: | |
| 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 operating at approximately 30 p.s.i. developed a leak. Date and time of loss is unknown, the leak area was discovered during a pipe replacement.

Describe Area Affected and Cleanup Action Taken. An area of pasture land measuring approximately 4,500sq. ft. has discolored soil in the backfill material, the soil is dark to light gray in appearance. Final remediation will follow the NMOCD recommended guidelines for 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.

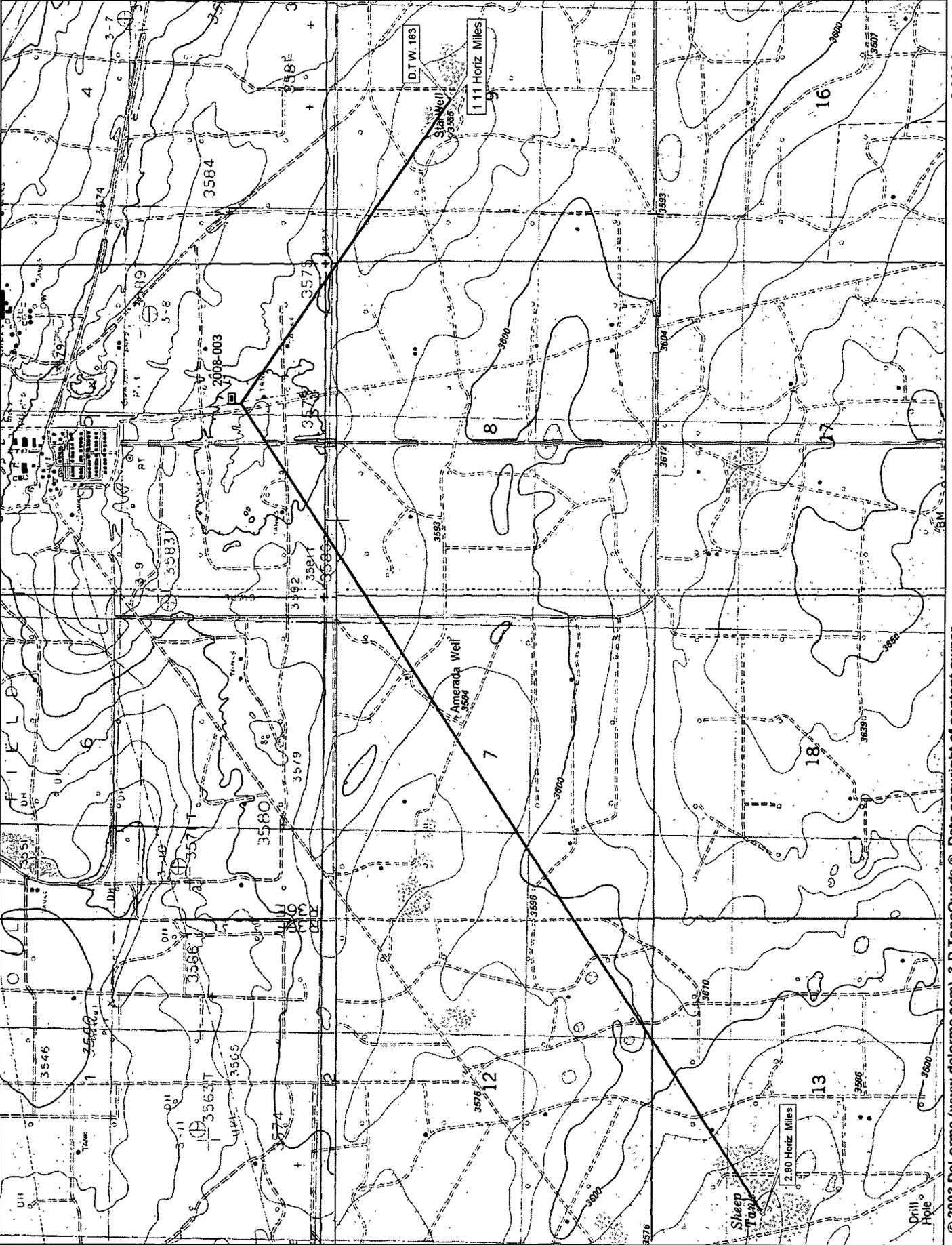
| | | |
|--|--|-----------------------------------|
| Signature:  | OIL CONSERVATION DIVISION | |
| Printed Name: John A. Savoie | Approved by District Supervisor:  | |
| Title: Waste Management and Remediation Specialist | Approval Date: 03/03/2008 | Expiration Date: 05/03/2008 |
| E-mail Address: tony.savoie@sug.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 2/23/08 Phone: 575-395-2116 | | RP# 1801 |

* Attach Additional Sheets If Necessary

fcoho 806 353 069

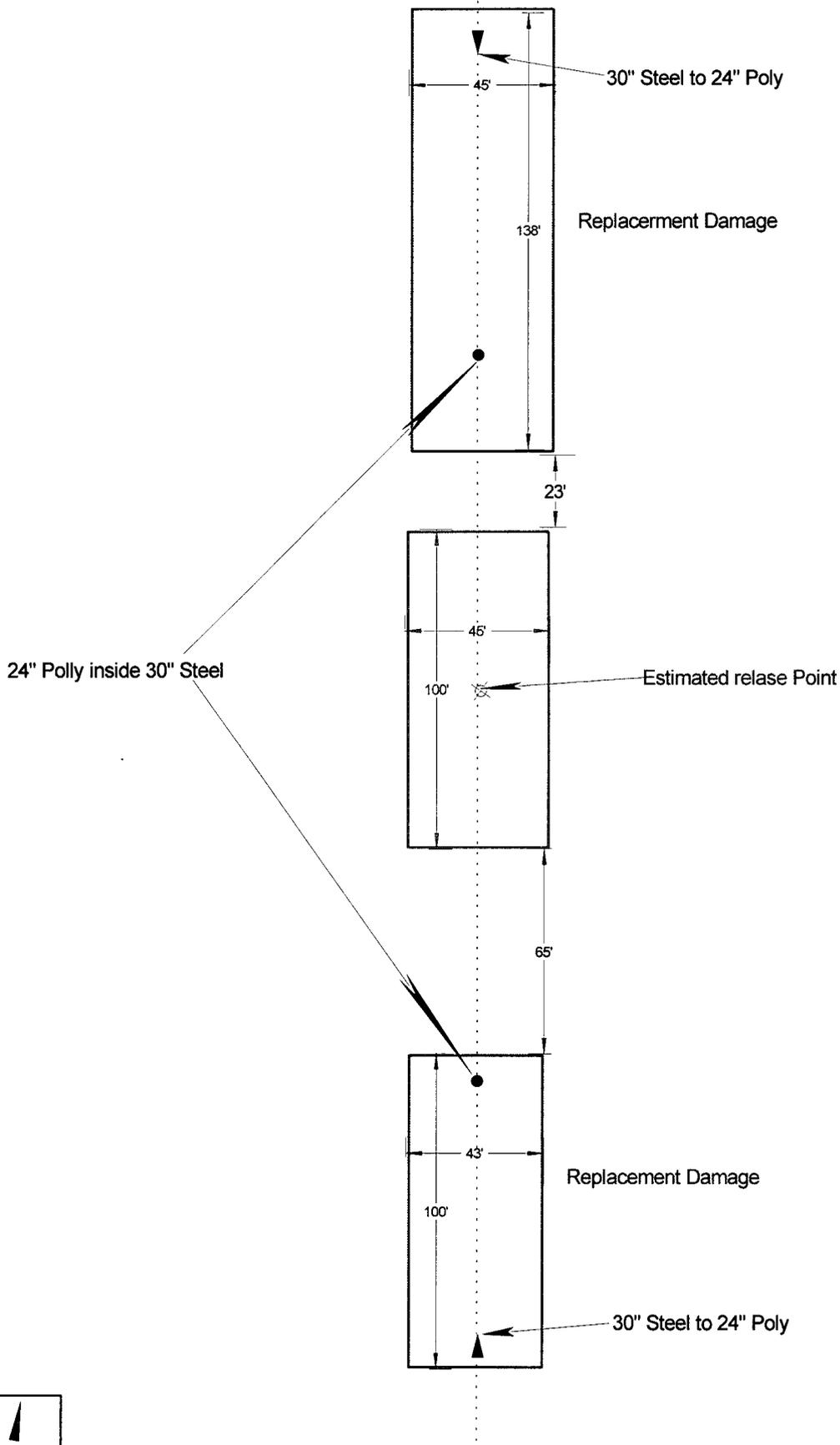
36 E

21 S



© 2002 DeLorme (www.delorme.com). 3-D TopoQuads ©. Data copyright of content owner.
 Scale: 1 : 25,000 Map Rotation: 0° Magnetic Declination: 8.7°E

2,000 ft



Approximate
Scale 1"= 50'



Unit ltr. "O"
Section 5
Twns. 21 S
Range 36 E
County: Lea, N.M.
GPS
Lat. 32-30.258 N
Long 103-17.165W

SITE PLAN: Trunk "O" 30"

Lea County Area

2008-003

Figure 1



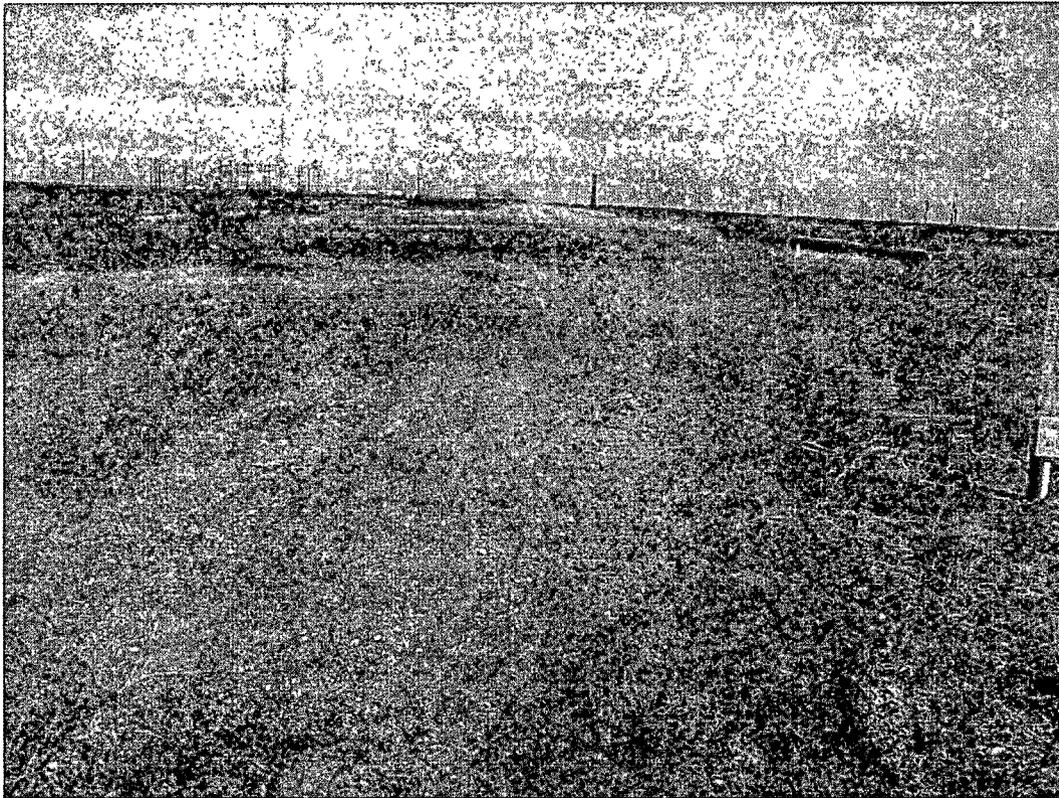


Photo 1

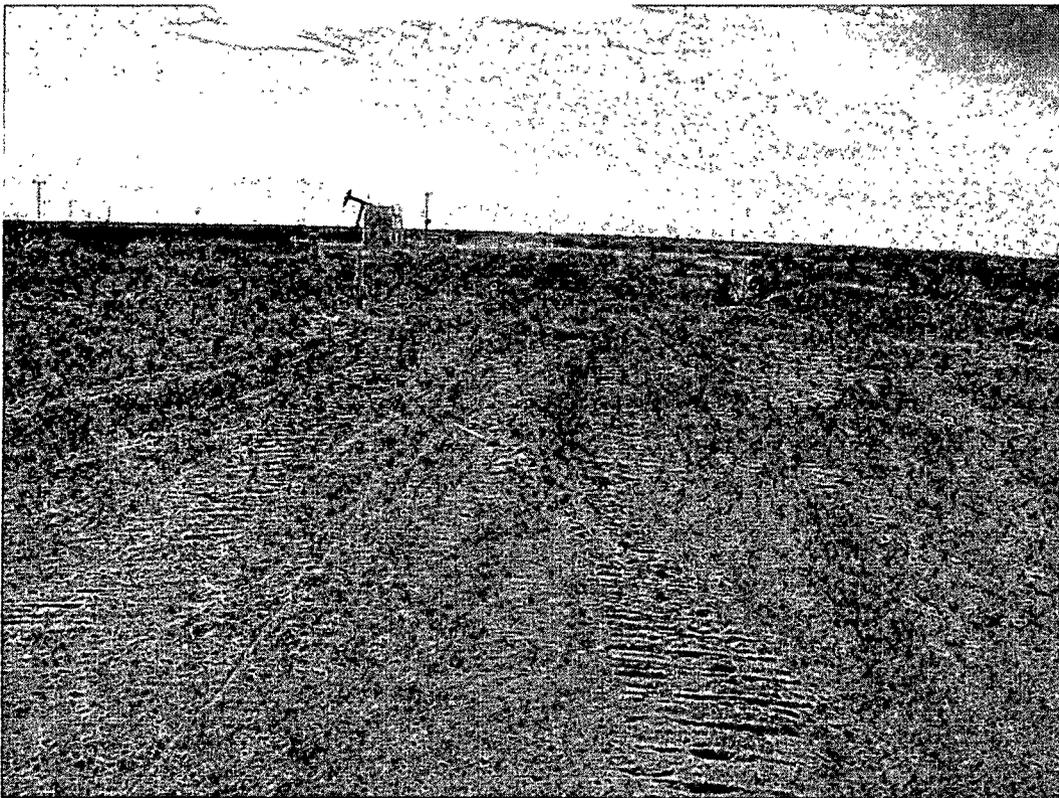


Photo 2

Southern Union Gas Services Site: Trunk "O"
Job # 2008-003
Site Assessment 2/20/08