

JUN 24 2008  
OCD-ARTESIA

**JIM PIERCE**  
**MOUNTAIN STATE FED. #1**  
**Unit P, Sect. 35, Tws. 18 S., Rng. 29 E.**  
**GPS: 32 41' 51" N & 104 02' 22" W**  
**Eddy Co.**

## **FINAL REPORT**

**Prepared By**  
**Eddie Seay Consulting**  
**June 2008**

*2RP-153*

June 23, 2008

NMOCD Environmental  
ATTN: Sherry Bonham  
1301 W. Grand Ave.  
Artesia, NM 88210

RE: Jim Pierce  
Mountain State Fed. #1  
Spill & Remediation

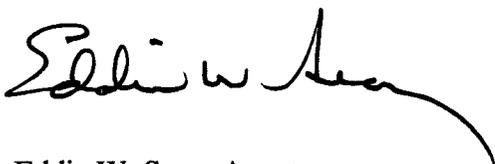
Ms. Bonham:

We have completed backfilling and leveling of the above listed site as you approved. We ended up hauling a total of 820 cu. yds. of contaminated soil to CRI. Clean soil was replaced in the excavation area and new berms were built around tanks. I have contacted a contractor to seed the site as BLM requested.

This should finalize our closing for this project, find a final C-141 attached to this report.

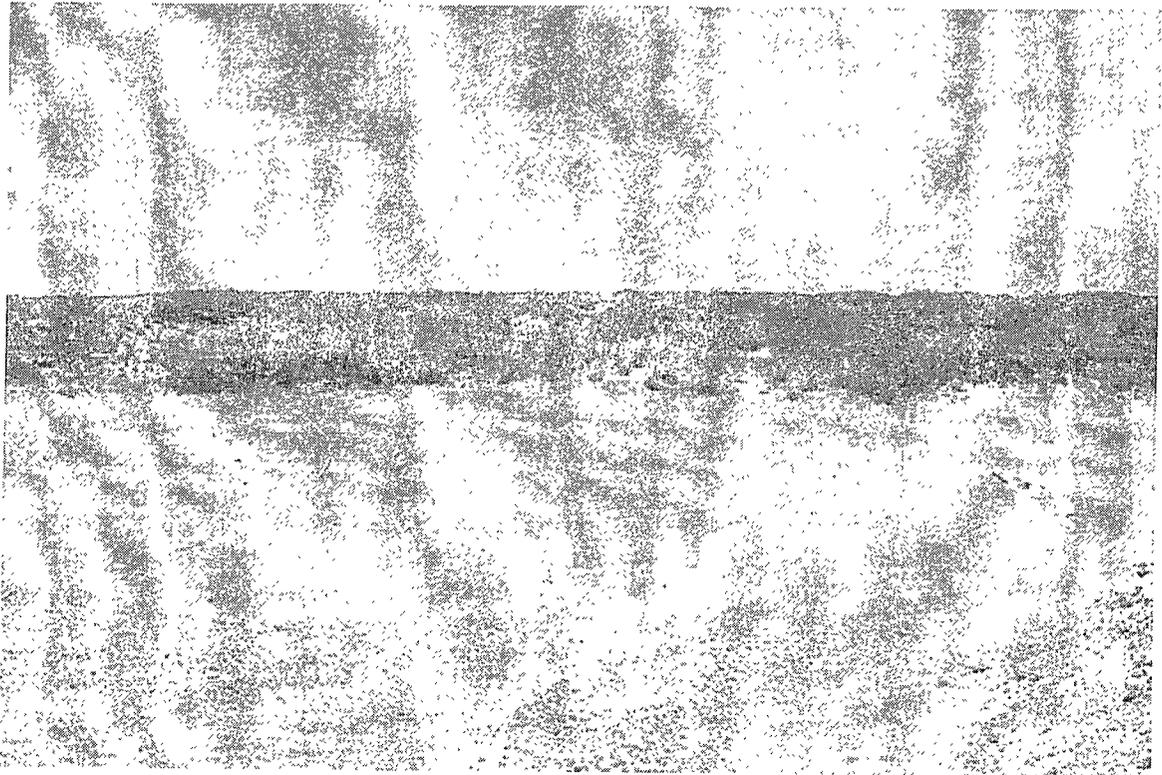
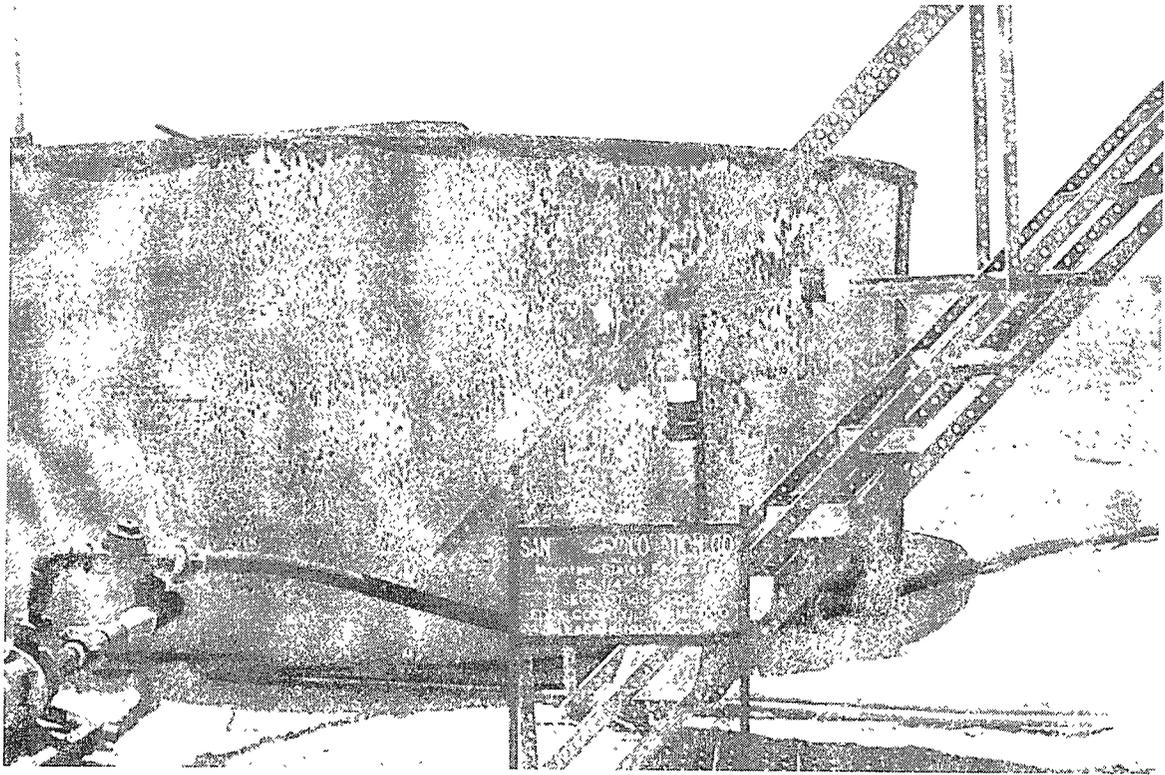
Should you have any questions, please call.

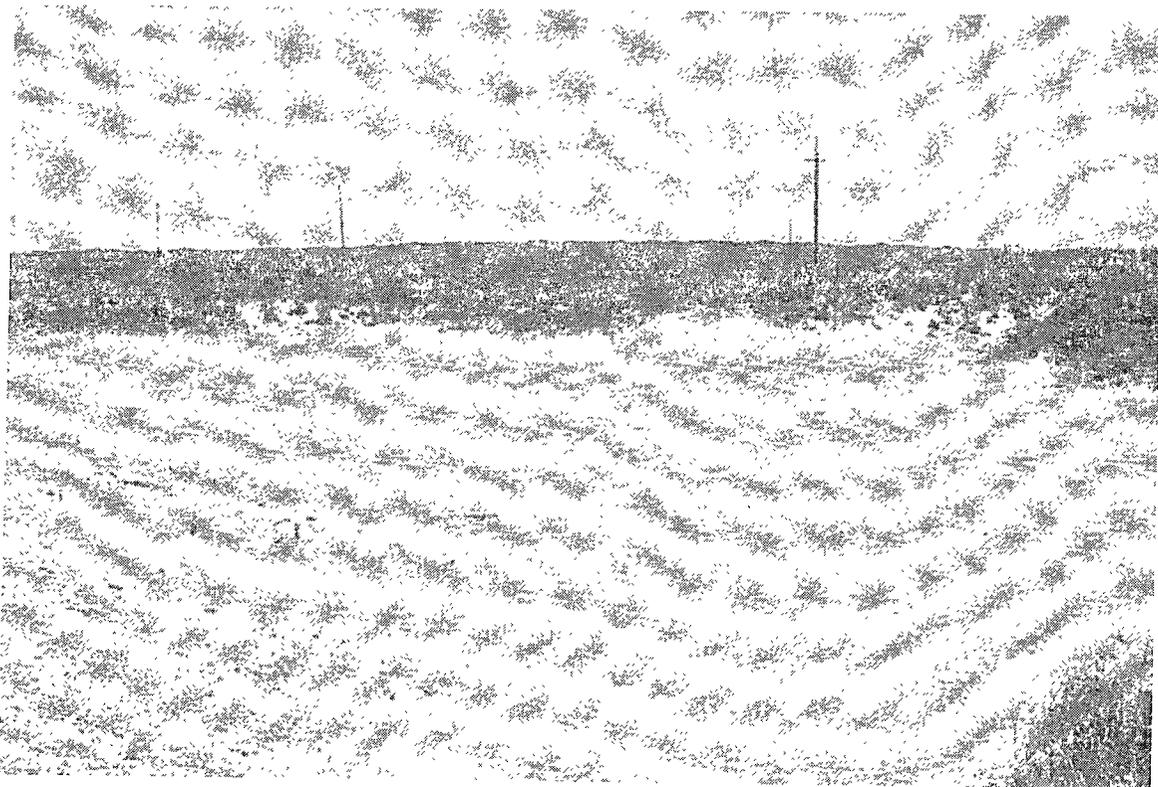
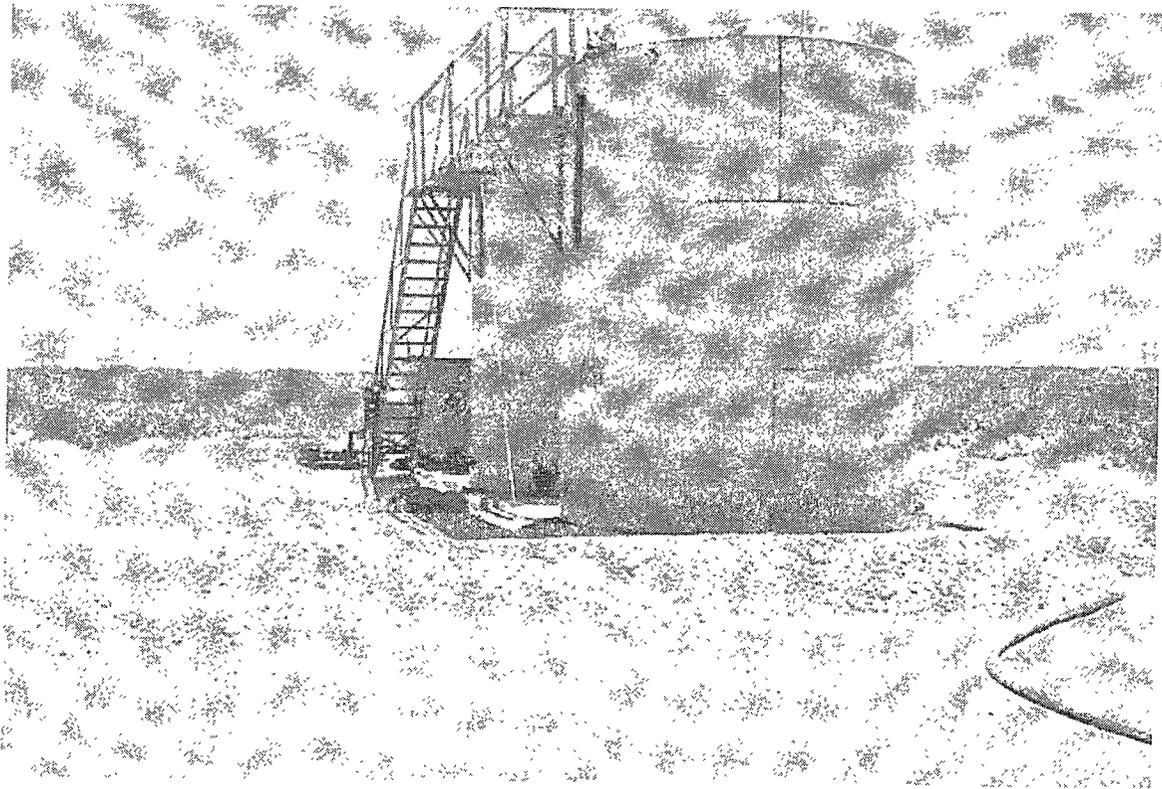
Sincerely,

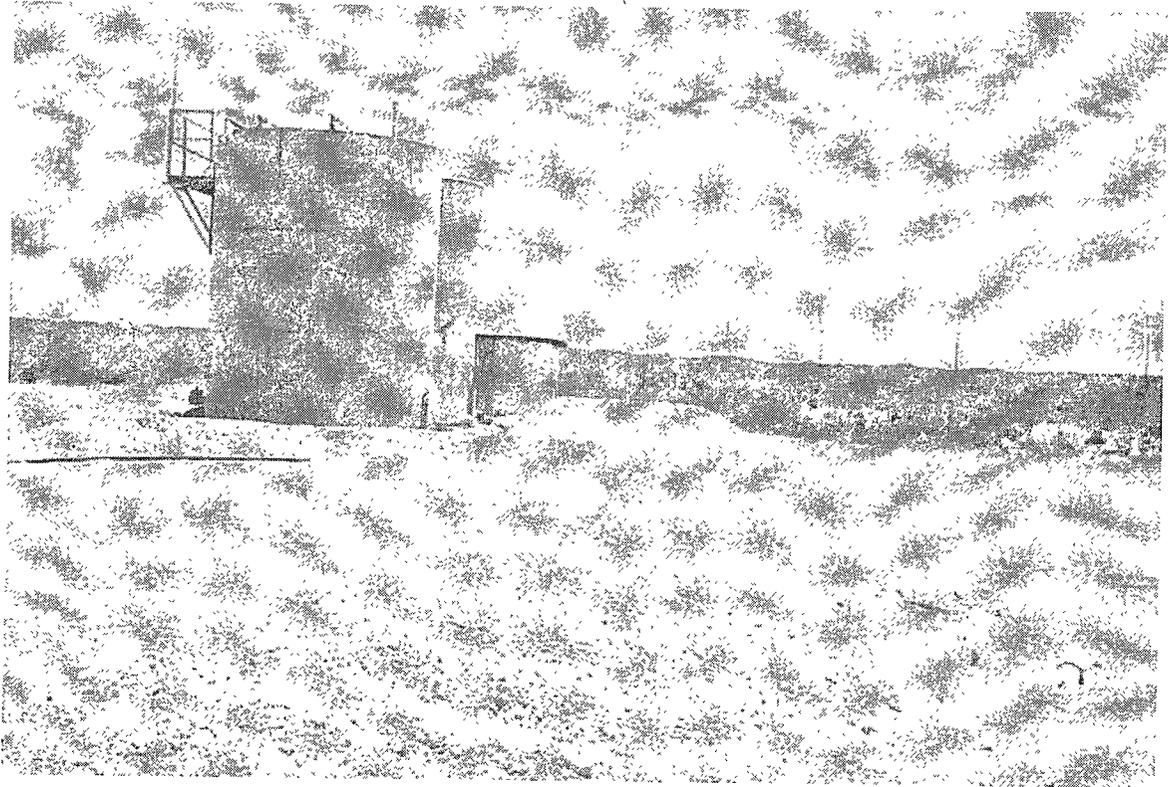
A handwritten signature in black ink, appearing to read "Eddie W. Seay". The signature is fluid and cursive, with a long, sweeping underline that extends to the right.

Eddie W. Seay, Agent  
Eddie Seay Consulting  
601 W. Illinois  
Hobbs, NM 88242  
(575)392-2236  
seay04@leaco.net

cc: BLM, Paul Evans







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  
JUN 24 2008  
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form  
OCD-ARTESIA

Release Notification and Corrective Action

OPERATOR

Initial Report  Final Report

|                 |                               |               |                           |
|-----------------|-------------------------------|---------------|---------------------------|
| Name of Company | Jim Pierce                    | Contact       | Willie Dean / Phil Brewer |
| Address         | 200 W. 1st Roswell N.M. 88257 | Telephone No. | 631-5919 628-0298         |
| Facility Name   | Mountain St. Fed              | Facility Type | Tank Battery              |

|               |     |               |     |           |  |
|---------------|-----|---------------|-----|-----------|--|
| Surface Owner | BLM | Mineral Owner | BLM | Lease No. |  |
|---------------|-----|---------------|-----|-----------|--|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| P           | 35      | 18       | 29    | 330           | S                | 990           | E              | Eddy   |

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

NATURE OF RELEASE

|                             |   |   |    |                            |   |
|-----------------------------|---|---|----|----------------------------|---|
| Type of Release             | Produced Water  | Volume of Release                         | 22 | Volume Recovered           | - |
| Source of Release           | Water tank run over   | Date and Hour of Occurrence               |    | Date and Hour of Discovery |   |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input 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.\*  
Transfer pump failed to shut off, causing production water tank to run over into pasture. (Pump repaired, spill contained).

Describe Area Affected and Cleanup Action Taken.\*  
area 30x150 approximately was affected, excavated and hauled contaminated soil to CR1. Backfill and level after sampling approval.

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>Eddie W Seay</i> | OIL CONSERVATION DIVISION                         |                                       |
| Printed Name:   | Eddie W Seay        | Approved by District Supervisor: <i>TCumby SB</i> |                                       |
| Title:          | Agent               | Approval Date: 6-24-08                            | Expiration Date: N/A                  |
| E-mail Address: | seay_e4@leaco.net   | Conditions of Approval: N/A                       | Attached <input type="checkbox"/> N/A |
| Date:           | 6/23/2008           | Phone:  | 575-392-2236                          |

\* Attach Additional Sheets If Necessary

2RP-153