

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

RECEIVED State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
SEP 02 2009
HOBSOCD

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 Occidental Permain Limited Partnership	Contact Steven M. Bishop
Address 1017 W. Stanlolind Road Hobbs, NM 88240	Telephone No. 575-397-8251
Facility Name South Hobbs Unit Header #2 Prod Line	Facility Type Production

Surface Owner City Of Hobbs Street	Mineral Owner Occidental Permian LTD	Lease No.
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
D	3	19-S	38-E					lea

Latitude N32.69453° Longitude W103.14158°

ASSD WELL #20
API.# 30-025-07603-00-00

NATURE OF RELEASE

Type of Release Produced oil and brine	Volume of Release est. vol. 2 bbls oil X 200 bbls water	Volume Recovered 1 bbl oil x 60 bbls water
Source of Release 6" steel production line from SHU header #2 to Sat #3 trunk line	Date and Hour of Occurrence 8/31/2009 1:30:00 AM	Date and Hour of Discovery 08/31/2009 01:30 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Left Message for Mr Buddy Hill	
By Whom? Steven M. Bishop	Date and Hour 08/31/2009 06:55 AM	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

If a Watercourse was Impacted, Describe Fully.*
N/A
WATER @ 64'

Describe Cause of Problem and Remedial Action Taken.*
SPILL APPROXIMATELY 90' WEST OF THE INTERSECTION OF ROXANNA AND COCHRAN STREETS IN HOBBS, NM. A 6" STEEL LINE FROM SOUTH HOBBS HEADER 2 TO THE MAIN TRUNK LINE TO SATELLITE #3 DEVELOPED HOLE CAUSING SPILL. VALVES WERE CLOSED ON BOTH ENDS OF LINE TO ISOLATE THE LEAK, ALL FREE STANDING FLUID WAS PICKED UP VIA VACUUM TRUCKS, STREETS WERE PRESSURE WASHED, CITY STORM DRAIN WAS FLUSHED WITH 200 BBLS OF FRESH WATER.

Describe Area Affected and Cleanup Action Taken.*
SPILLED FLUID RAN ALONG CURB TO A CITY WATER DRAIN AND APPROXIMATELY A BLOCK AND A HALF TO THE SOUTH. STREETS WERE PRESSURE WASHED AND RINSATE CAUGHT VIA VACUUM TRUCK AND DISPOSED OF. THE AREA AROUND THE LEAK SITE WILL BE EXCAVATED AND REPAIRED. CITY STORM DRAIN WAS FLUSHED WITH 200 BBLS OF FRESH WATER.

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>Steven M. Bishop</i>	OIL CONSERVATION DIVISION	
Printed Name: Steven M. Bishop	Approved by: ENV ENGINEER: <i>Jeffrey Bishop</i> District Supervisor:	
Title: <i>HES Specialist</i>	Approval Date: <i>09/03/09</i>	Expiration Date: <i>11/03/09</i>
E-mail Address: Steven_Bishop@oxy.com	Conditions of Approval: .	Attached <input type="checkbox"/>
Date: <i>08/31/2009</i> Phone: 575-397-8251		<i>IRP-09-9-2287</i>

* Attach Additional Sheets If Necessary

FGRL 0927340283



Occidental Permian Limited Partnership

August 31, 2009

New Mexico Oil Conservation Division
District I
1625 N. French Drive
Hobbs, New Mexico 88240

RECEIVED

SEP 02 2009

HOBBSOCD

Attn: Environmental Engineering

RE: Remediation Plan
South Hobbs Unit 6" Production Trunk Line
90' West of Roxanna and Cochran Intersection in Hobbs, NM
Closest Producer is SHU #20 API No. 30-025-07603
UL 'D', Sec. 3, T-19-S, R-38-E

Leak occurred on 08/31/2009 at approximately 01:30 AM. A 6" steel trunk line used to transfer produced fluid from South Hobbs Unit header #2 to South Hobbs Unit Satellite #3 trunk line developed a leak causing spill. Valves on both ends of the line were shut to isolate leak. The line operates at approximately 35 pounds and has a rate of approximately 4,400 barrels per day. Produced fluid collected to the west of the spill site along the north curb of Roxanna. Fluid also ran to the south along the west side of Cochran to the intersection of Cochran and Humble. The fluid ran both ways on Humble about a half block each way before it could be contained with fresh soil along the curb. There is also a city storm drain at the corner of Roxanna and Cochran that an undetermined amount of fluid ran into before it was blocked with fresh soil. An estimated 2 barrels of oil and 200 barrels of water was spilled. All fluid possible was picked up via vacuum truck, recovering 1 barrel oil and 60 barrels water. City streets were pressure washed to eliminate any residue from produced fluid and water was caught via vacuum truck and disposed of. City storm drain was flushed with 200 bbls of fresh water. Damage to area is minimal due to mostly cement curbing and pavement along the water route. Area of spill site will be remediated to NMOCD guidelines for leaks and spills. Depth to ground water according to State Engineers Office is an average of 46', for all wells in the area, giving this spill site a ranking of 20. Remediation of the spill site will be as follows:

1. Piping will be excavated and repaired.
2. Soil samples will be gathered from ditch line at spill site.
3. NMOCD guidelines will be used to insure entire site is in compliance with guidelines.
4. Soils removed will be replaced with clean fresh soils, where needed.

September 1, 2009

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5. City Streets will be repaired
6. Soil analysis data will be submitted with final closure letter.

If you have any questions, or if I can be of further assistance, please contact me at (575) 397-8251.

A handwritten signature in black ink that reads "Steven M. Bishop". The signature is written in a cursive style with a large, stylized initial 'S'.

Steven M. Bishop
HES Specialist/Central Operating Area
Steven_Bishop@oxy.com
(575) 397-8251

Attachments: Initial C-141