	HOBBS 000					
District] 1625 N. French Dr., Hobbs, NM 88240 District II State State Advance NM 88210	State of New Mexico		MAR 05 20		Form C-141 Revised April 3, 2017	
811 S. First St., Artesia, NM 88210 District III Oil Oil		Conservation Division		Submit 1	Copy to approp	riate District Office in
District IV 1220 Sou		th St. Francis Dr.				
1220 S. St. Francis Dr., Santa Fe, NM 87505		e, NM 875				
Release Notification and Corrective Action Initial only						
Name of Company: Energy Transfer Compan	<u> </u>	OPERA Contract: Co			Initial Report	Final Report
Address: 600 N. Marienfeld Street, Suite 700		Contact: Carolyn J. Blackaller Telephone No.(817) 302-9766				
Facility Name: Pipeline No. MF-1		Facility Type: Pipeline				
Surface Owner Fee Mineral Owner API No.						
LOCATION OF RELEASE						
Unit LetterSectionTownshipRangeHN1021S36E	Feet from the North	South Line	Feet from the	East/West I	Line County	
Latitude32.	4875L	ongitude	103.2563	N	AD83	
NATURE OF RELEASE						
Type of Release: Natural Gas Source of Release: Corrosion of pipeline	Volume of Release: 215.353 Mcf Volume Recovered: 0 Mcf Date and Hour of Occurrence: Date and Hour of Discovery: 2/7/2018 at					
		2/7/2018 at 8:30 am 7:00am				
Was Immediate Notice Given?	If YES, To Whom?					
By Whom? Was a Watercourse Reached?		Date and Hour				
Was a watercourse Reached?		If YES, Volume Impacting the Watercourse. Not Applicable.				
If a Watercourse was Impacted, Describe Fully.*						
Not Applicable. RECEIVED						
	By Olivia Yu at 7:39 am, Mar 07, 2018					
Describe Cause of Problem and Remedial Action Taken.* The gas release/leak was caused by a 1.25-inch hole in the pipeline, which was due to corrosion of the pipe. A clamp was installed on the pipe in order to						
stop the leak. No further remedial action is necessary.						
Describe Area Affected and Cleanup Action Taken.*						
No Applicable.						
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.						
		OIL CONSERVATION DIVISION				
Signature:		Ð1 _				
Printed Name: Carolyn J. Blackaller		Approved by Environmental Specialist:				
Title: Sr. Environmental Specialist		Approval Da	a/7/2018	Expira	ation Date:	
E-mail Address: carolyn.blackaller@energytransfer.com		Conditions of Approval:				
Date: 3/2/2018 Phone: (817) 302-9766		see atta	ched directi	ve	Attache	u L y
Attach Additional Sheets If Necessary						
fOY180662936	2	1RP-498	pnOY1	80662947	2 pO\	/1806629718



March 2, 2018

HOBBS OCD MAR 0 5 2018

RECEIVED

State of New Mexico Oil Conservation Division, District I 1625 N. French Dr. Hobbs, NM 88240

RE: Form C-141 - Release Notification and Corrective Action Energy Transfer Company Pipeline No. MF-1

To Whom It May Concern,

In accordance with 19.15.29 NMAC, please find enclosed Form C-141 – Release Notification and Corrective Action for the Energy Transfer Company Pipeline No. MF-1 gas leak that occurred on 2/7/2018. Should you have any questions or require additional information, please do not hesitate to contact me at (817) 302-9766 or at <u>carolyn.blackaller@energytransfer.com</u>

Sincerely,

Candy Blackaller

Carolyn J. Blackaller Sr. Environmental Specialist

Operator/Responsible Party,

The OCD has received the form C-141 you provided on _3/5/2018_ regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number _1RP-4985_ has been assigned. Please refer to this case number in all future correspondence.

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District _1_ office in __Hobbs____ on or before _4/7/2018_. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

• Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.

• Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C_6 thru C_{36}), and for chloride by Method 300. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.

• Nominal detection limits for field and laboratory analyses must be provided.

• Composite sampling is not generally allowed.

• Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

•Probable depth to shallowest protectable groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to protectable water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.

• If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.

• Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold OCD Environmental Bureau Chief 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-476-3465 jim.griswold@state.nm.us