

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

MLB/1210352560

Release Notification and Corrective Action

MLB/1210352937

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Holly Energy Partners	Contact	Jeff Stubblefield
Address	1602 W Main Street Artesia, NM 88210	Telephone No.	972-322-5782
Facility Name	St. Mary's Federal Gathering Line	Facility Type	Gathering Line

Surface Owner	BLM	Mineral Owner		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
7	28	T19S	29E					Eddy

Latitude N 32.62700

Longitude W 104.07345

NATURE OF RELEASE

Type of Release	Crude Oil	Volume of Release	~120 bbls.	Volume Recovered	110 bbls.
Source of Release	4" steel pipeline	Date and Hour of Occurrence	12/13/2011 2:30 p.m.	Date and Hour of Discovery	12/13/2011 2:45 p.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Randy Dade 575-626-1372		
By Whom?	Lori Coupland	Date and Hour	12/13/2011 6:00 p.m. - left voicemail		
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

Describe Cause of Problem and Remedial Action Taken.\*

B&H Construction was excavating in the area and hit the 4" steel pipeline with a trackhoe. (HEP did not receive notification of planned excavation per the one-call ticket #2011491401) Clean-up crews have been dispatched and free product has been removed. Sleeves have been applied to the pipe where damage occurred. Contaminated soil will be removed and our environmental contractor will finalize a clean-up plan.

Describe Area Affected and Cleanup Action Taken.\*

All released product flowed into the ditch adjacent to the road. The free product has been recovered via vacuum truck. The contaminated soil will be excavated beginning 12/14/2011.

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: <u>Lori Coupland</u>		OIL CONSERVATION DIVISION	
Printed Name: Lori Coupland		Approved by <u>Signed By: [Signature]</u>	
Title: Mgr Regulatory Compliance		Approval Date: <u>APR 12 2012</u>	Expiration Date:
E-mail Address: lori.coupland@hollyenergy.com		Conditions of Approval: Remediation per OCD Rules & Guidelines. <b>SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:</b>	
Date: 12/13/2011 Phone: 575 748.4076		Attached <input type="checkbox"/>	

\* Attach Additional Sheets If Necessary

MLB/1210353544

Proposed Rec'd 4/11/12

2RA-1093