

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**

|  |                    |                       | <b>OPERATOR</b> | Initial Report | Final Report      |
|--|--------------------|-----------------------|-----------------|----------------|-------------------|
| Name of Company  | Southern Uni       | on Gas Services, Ltd. | Contact         |                | Rose Slade        |
| Address  | 801 S. Loop 464, N | Ionahans, TX, 79756   | Telephone No.   |                | 432-940-5147      |
| Facility Name: Trunk "O" #3 (RP-1509) Lea County Field Dept. |                    |                       | Facility Type   | Natu           | ral Gas Gathering |
| Surface Owner Math   | new Casev          | Mineral Owner:        | Fee             | Lease No.      |                   |

## LOCATION OF RELEASE

| Unit Letter<br>N | Section<br>27 | Township<br>22S | Range<br>36E | Feet from the | North/South Line | Feet from the | East/West Line | County<br>Lea |
|------------------|---------------|-----------------|--------------|---------------|------------------|---------------|----------------|---------------|
|                  |               |                 |              |               |                  |               |                |               |

Latitude N32 21.511

Longitude W103 15.408

| NATURE OF RELEASE   |                                     |  |  |  |  |  |
|---|-------------------------------------|--|--|--|--|--|
| Type of Release Crude Oil, Produced water and Natural Gas | Volume of Release 50 Bbls Fluid     | Volume Recovered 0 Bbls crude Oil and  |  |  |  |  |
|   | and 360 MCF Nat. Gas produced water |  |  |  |  |  |
| Source of Release 30" Natural Gas Pipeline                | Date and Hour of Occurrence         | nce Date and Hour of Discovery 7/21/07 |  |  |  |  |
|   | not known                           | 7:00 p.m.                              |  |  |  |  |
| Was Immediate Notice Given?                               | If YES, To Whom?                    |  |  |  |  |  |
| Yes No Not Required                                       | NMOCD on call representative        |  |  |  |  |  |
| By Whom? Tony Savoie                                      | Date and Hour: 7/21/07 7:15 p.m.    |  |  |  |  |  |
| Was a Watercourse Reached?                                | If YES, Volume Impacting the Wate   | ercourse.                              |  |  |  |  |
| 🗌 Yes 🖾 No  |                                     |  |  |  |  |  |
| If a Watercourse was Impacted, Describe Fully.*           |                                     |  |  |  |  |  |

Describe Cause of Problem and Remedial Action Taken:

A 30" Natural Gas gathering line developed a leak due to excess fluid delivered by a producer cause the line to pressure up and leak fluid and natural gas. Crews began shutting the line in at 7:45 pm. All of the fluid lost had soaked into the ground before the vacuum trucks arrived on site.

Describe Area Affected and Cleanup Action Taken. Approximately 5,100 square feet of pasture land and approximately 3,672 square feet of caliche lease road was impacted by the release. No cleanup actions were taken at the time of the release. The final remediation will follow the NMOCD Guidelines for the remediation of leaks and spills.

On or around August 15, 2007, remediation activities were conducted at the Trunk "O" #3 Release Site by an environmental contractor that is no longer affiliated with the site. On August 10, 2012, the site was revisited; the excavation floor and sidewalls were advanced until laboratory analytical results from confirmation soil samples indicated concentrations of chloride, BTEX and TPH were less than NMOCD regulatory remediation action levels.

## Please see the attached Basin Environmental Services Technologies *Remediation Summary and Site Closure Request* for details of remedial activities and laboratory analytical results from confirmation soil sampling.

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: Rose L. Slade                   | Approved by District Supervise Tervironmental Specialist |                  |  |  |
|--|--|------------------|--|--|
| Title: EHS Compliance Specialist           | Approval Date: 11412                                     | Expiration Date: |  |  |
| E-mail Address: rose.slade@sug.com         | Conditions of Approval:                                  |                  |  |  |
| Date: 11-14-2012 Phone: 432-940-5147(cell) |  | 199-1509         |  |  |