

To LWJohnson@state.nm.us cc bcc Subject Release Discussed on 6/13/06

1.

Dear Larry,

I've prepared and will be dropping in the mail to you the initial C-141 for the release that occured when a Rice Operating contractor hit a DEFS low pressure pipeline. The pipeline name is the B-5-1.

As we discussed on the phone, I did visit the site and take some pictures. The cursory visit didn't show any substantial impact but looks can be deceiving. I contacted Highlander Environmental out of Midland, TX to perform the delineation and sampling which was performed on June 16th (last Friday). I don't have the analytical back but as soon as I receive it, I'll let you know.

I checked the Office of the State Engineers database and depth to water is over 100 feet below ground surface so I don't anticipate any major problems. Thanks for your help (very much).

Duke Energy Field Services, LP

Lynn Ward Sr. Env. Specialist Southern Division

(o) 432/620-4207 (c) 432/413-3601



(9) 10.0413-0001 (9) 4007 10-20 00

District I 1625 N French Dr., Hobbs, NM 88240 District II 1301 W. Grand-Avenue, Artesia, NM 88210 District III. 1000 R10 Brazos Road, Aztec, NM 87410 District IV 1220 S St. Francis Dr., Santa Fe, NM 87505

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State of New Mexico Energy Minerals and Natural Resources

> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Revised October 10, 2003

Form C-141

Delege Notification and Corrective Action											
Release Notification and Corrective Action OPERATOR Initial Report Final Report											
Name of Company: Duke Energy Field Services, LP						OPERATOR Initial Report Final Report Contact: Lynn Ward Lynn Ward					
Address: 10 Desta Drive, Suite 400W, Midland, TX 79705						Telephone No.: 432/620-4207					
Facility Name: Pipeline B-5-1							e: Low Pressu		ural Gas Pi	peline	
Surface Ow	ner			Mineral C)wner			<u></u>	Lease 1	No.	
LOCATION OF RELEASE											
Unit Letter N	Section 3	Township 21S	Range 36E	Feet from the		South Line	Feet from the	East	West Line	County Lea County	
Latitude_32° 30.626 NLongitude_103° 15.596 W											
				NAT	URE	OF REL	EASE		,		
Type of Rele	ase: Conde	ensate/Produc	ed Water			Volume of			Volume l	Recovered:	
						Liquids: 4 bbls			Liquids: 2 bbls		
Source of Re	lease: 6" p	oly low press	ure pipelir	e		Natural Gas: 52 mcf Date and Hour of Occurrence:			Date and Hour of Discovery		
						6/9/06@1	1:00 am				
Was Immedi	ate Notice (]Yes [] No 🚺 Not Ro	equired	If YES, To Whom?			131415101718182		
By Whom?		· · · · · · · · · · · · · · · · ·				Date and Hour				E E	
Was a Water	course Rea	ched?]Yes [No		6/9/06 @ 11:00 am If YES, To Whom? Date and Hour If YES, Volume Impacting the Watercours? NA			Star 2		
If a Watercon	urse was Im	pacted, Desci	ibe Fully.	*NA							
Dirt Work Se (DEFS) had hole. An esti recovered. T	ervices was marked thei imated 4 bb The liquids v	ir line. During Is of liquids v were released	enching a g the trenc vas release into the tr	ctivities for Rice (hing activities, the d from the line. A	e backho A vacuur rks had e	e bucket skij n truck was i	oped and made co mmediately calle	ontact w d to pic	vith the DÈÈ	Duke Energy Field Services, LP Spoly line causing 2 inch e liquids: Atotal of 2 bbls was int of release to a Rice	
Describe Are Initially, Rice Rice Operatin Operating an delineate, and Environment length of the BTEX, and c feet below gr	a Affected e Operating ng. This wa d told that l d sample th al visited th impacted th shlorides. E ound surfac	and Cleanup J was proposir as stated durir Dirt Works we e location to cone site on 6/16 rench location Based on the Coce, thus the Re	Action Taing to perford and the perford ould be reader the determine /06 to sup and samp office of the ecommence	cen.* rm the delineation one conversation sponsible for the r the extent of the c ervise and sample les obtained. Furt e State Engineers ded Remedial Acti	and ren with Ric elease. I ontamina the loca ther action web dat on Leve	e Operating DEFS contac ation. The 6' tion. Trench on will be de abase, the de ls are TPH <	on 6/9/06. DEFS ted Highlander E ' poly line was bl es transecting the bendent on the sa pth to water in th = 5,000 ppm, Ber	was co nvironi ocked e ditch mple re e vicini nzene <	ontacted on one the formation of the formation of the formation of the relation of the relatio	ed by a third party contracted by 5/13/06 at 4:00 pm by Rice Midland, Texas to supervise, ced by DEFS. Highlander 50 to 75 foot intervals along the bles will be analyzed for TPH, ease point is greater than 100 and Total BTEX <= 50 ppm.	
regulations a public health should their o or the environ	ll operators or the envi operations h nment. In a	are required t ronment. The nave failed to	o report and acceptane adequately OCD accept	nd/or file certain r ce of a C-141 repo investigate and r	elease no ort by the emediate	otifications a NMOCD m contaminati	nd perform correc arked as "Final R on that pose a thr	ctive ac leport" reat to g	tions for rel does not rel ground wate	suant to NMOCD rules and eases which may endanger ieve the operator of liability r, surface water, human health ompliance with any other	
Signature: Time Ward					OIL CONSERVATION DIVISION						
Printed Name: LYNN WARD					Approved by District Supervisor:				user_		
Title: Env. Specialist					/	Approval Date: 6.26 07 Expiration Date: 9.26.57			Date: 9.26.57		
E-mail Address: 1/C Ward a duke-energy con Conditions of Approval: Sup witter Attached CF Finger C-141 wil Attached DAT							Attached				
				ÌÌ		of Firop	L C-141 wi	(KTT8)	citmenses	RPF+/45	

Page	1	of	1
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New Mexico Office of the State Engineer POD Reports and Downloads
Township: 21S Range: 36E Sections:
NAD27 X: Y: Zone: Search Radius:
County: Basin: Number: Suffix:
Owner Name: (First) (Last) C Non-Domestic C Domestic
POD / Surface Data Report Avg Depth to Water Report Water Column Report
Clear Form iWATERS Menu

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3 *

AVERAGE DEPTH OF WATER REPORT 06/20/2006

							(Depth	Water in	Feet)
Bsn	Tws	Rng Sec	Zone	x	Y	Wells	Min	Max	Avg
СР	21S	36E 10				1	200	200	200
СР	21S	36E 16				1	195	195	195
СР	21S	36E 18				1	106	106	106
СР	21S	36E 23				1	150	150	150
CP	21S	36E 25				1	148	148	148

Record Count: 5