Received 10/18/2016 NMOCD Dist 2

State of New Mexico New Mexico Energy Minerals and Natural Resources

Form C-141 Revised August 8, 2011

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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action fIMW1333735410 nAB1625239134 **OPERATOR** Initial Report Final Report Name of Company Enterprise Field Services LLC Contact Alena Miro PO Box 4324, Houston, TX 77210 Telephone No. 575-628-6825 Pipeline ROW, 1003 Facility Name Facility Type: Gas Gathering Pipeline Surface Owner Henry McDonald Mineral Owner NA - Pipeline NA Lease No. LOCATION OF RELEASE Unit Letter Section Township Feet from the North/South Line Feet from the Range East/West Line County D 13 25S 28E 85 South 310 East Eddy Latitude: N 32.134004 Longitude: W-104.046157 **NATURE OF RELEASE** Type of Release Natural Gas and pipeline liquid Volume of Release: 892 MCF Volume Recovered: 21 bbl pipeline gas and 25 bbl pipeline liquid Source of Release Pipeline Leak Date and Hour of Occurrence Date and Hour of Discovery 6/25/2016 @ 11:30 MST 6/25/2016 @ 11:30 MST Was Immediate Notice Given? If YES, To Whom? **Heather Patterson** By Whom? Alena Miro Date and Hour 6/25/2016 @ 19:30 MST Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. X Yes ☐ No 25 bbl of pipeline liquid If a Watercourse was Impacted, Describe Fully.* On July 2,8 2016, during excavation of the pipeline for repair, it was discovered that pipeline liquids were released into Salt Draw. The NRC and NMOCD were notified immediately upon discovery 7/28/2016 @ 09:00 MST. Salt Draw is an ephemeral stream that has down cut through thick bedded gypsum. The confluence with the Pecos River is approximately 0,76 miles downstream of the release point. Reconnaissance downstream of the release point yielded no evidence of hydrocarbon migration. Describe Cause of Problem and Remedial Action Taken.* Natural gas and pipeline liquids were released due to a pipeline leak. The pipeline segment was isolated and blown down. During the pipeline repair it was determined that the section of pipe traversing the draw will be taken out of service and abandoned. The pipeline to the north side of the draw is blocked in and blinded. The pipeline to the south side of the draw will be pigged to remove residual liquids and then returned to service, Describe Area Affected and Cleanup Action Taken.* The pipeline liquids pooled in the bottom of Salt Draw which was not flowing at the time of the release. Isolated, stagnant pools of rain water were also present in the draw. All pipeline fluids and potentially affected pools of rainwater were removed and the draw was isolated with containment and absorbent booms at five locations downstream of the release point. Affected soil was removed from Salt Draw and placed in lined containment for assessment and remediation. Soil samples were collected from the draw and the affected spoils pile. Upon waste classification the spoils piles were shipped for disposal. When draw conditions and weather permit, the excavation will be backfilled with native soils and returned to original contouring. 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: MBratcher Approved by District Supervisor: Printed Name: Jon E. Fields Approval Date: 10/19/16 Expiration Date: N/A Title: Director, Field Environmental Conditions of Approval: N/A E-mail Address: jefields@eprod.com Attached FINAL Date: /0/17/2016 Phone: 713-381-6684