

RECEIVED

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

OCT 24 2013

State of New Mexico
Energy Minerals and Natural Resources
Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company Holly Transportation LLC	Contact R. B. Simmons
Address 1602 W Main, Artesia, NM 88210	Telephone No. 575-513-8314
Facility Name Continental State A Battery	Facility Type Well Lease
Surface Owner State of NM	Mineral Owner
	Lease NO. 42298

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	10	19S	29E					Eddy

Latitude 32.67411 Longitude -104.05720

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 8 bbls	Volume Recovered 3 bbls
Source of Release Hose disconnected from truck	Date and Hour of Occurrence 12Sept13 0745hrs	Date and Hour of Discovery 12Sept13 0745 hrs
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? NM OCD Message Line	
By Whom? R. B. Simmons	Date and Hour 12Sept131052 hrs	
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.***Load hose between truck and pump and trailer disconnected allowing approx 8 bbls to escape onto the ground. An estimated 1-2 bbls ran off the pad into the pasture. Due to a malfunction off the truck gauge, it was first believed that 30-40 bbls were lost. Later determined that 34 bbls were on the trailer and unloaded at a meter for verification. This is determined by figuring the drivers top and bottom tank gauges. Producer was notified immediately. All drivers will be required to ensure the hose connections are securely fastened and in addition will tie connection ears with wire.**

A vac truck was immediately summoned to the site and recovered 3 bbls from the pad and pasture. Hungry Horse, LLC was dispatched to the site and immediately began excavating and recovering all impacted soil that was saturated with hydrocarbons. This material was stockpiled on plastic for transportation to a division approved disposal facility.

Describe Area Affected and Cleanup Action Taken.*

The impacted area on the pad was approximately 25' x 40'. This area was excavated down to the soil beneath the caliche pad. Fresh base course was brought in and the pad was reconstructed. The impacted area in the pasture was to the west of the pad and was approx 8' x 40. This area was excavated to a depth of approx 1' BGS. Soil samples were obtained from the bottom in two places and one each from the north and south wall. Lab results indicated contaminant levels at or below closure levels. Results were presented to NM OCD's Mike Bratcher and closure approval was given. A Right of Entry Permit was obtained from the NM State Land Office to be able to complete the backfill and seeding of the project. The grazing lease holder was notified and the area was backfilled by using existing sand dunes that were adjacent to the impacted area.

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: 	OIL CONSERVATION DIVISION	
Printed Name: R. B. Simmons	Approved by Environmental Specialist: 	
Title: Regulatory Coordinator Sr.	Approval Date: 5/4/15	Expiration Date: N/A
E-mail Address: roger.simmons@hollyfrontier.com	Conditions of Approval: Final	Attached <input type="checkbox"/>
Date:	Phone: 575-513-8314	

* Attach Additional Sheets If Necessary

2RP-1918