<u>District I</u> 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 <u>District IV</u> 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

Attached

Release Notification and Corrective Action Initial Report **OPERATOR** ☐ Final Report Contact: Gary Maricle 575.394.2534, Chuck Tolsma 575.631.6026 Name of Company: Targa Midstream Services L P Address: PO Box 1909 Eunice, NM 88231 Telephone No. (575) 394-2534 Facility Type: Natural Gas Gathering System Facility Name: Eunice Gas Plant Lease No. Surface Owner: Bill Sims Mineral Owner: LOCATION OF RELEASE Unit Letter Section North/South Line | Feet from the East/West Line County Township Feet from the Range 27 228 37E Latitude 32,3592N Longitude 103,1419 NATURE OF RELEASE Type of Release: Volume of Release: Volume Recovered: Installing new pipe and working on old sites Date and Hour of Occurrence: Date and Hour of Discovery Source of Release: If YES, To Whom? Was Immediate Notice Given? ☐ No Not Required Yes Date and Hour By Whom? If YES, Volume Impacting the Watercourse. Was a Watercourse Reached? X No ☐ Yes If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken. * Twin 8 inch natural gas gathering lines developed leaks from corrosion. Lines were shut in and 300 feet of 6 inch poly line was inserted into each of the steel lines. Contaminated soil will be excavated and disposed of in an OCD approved landfarm. Describe Area Affected and Cleanup Action Taken.* The two 8 inch steel lines are used for casing for the 6 inch poly lines. Areas of contamination will be addressed and excavated and sampled to insure compliance with OCD guidelines. 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: Printed Name: Don Embrey Approved by District Supervisor: Approval Date: Expiration Date: Title: Training Specialist E-mail Address: dembrey@targaresources.com Conditions of Approval:

Date: December 1, 2010 Phone: (432) 688-0546 * Attach Additional Sheets If Necessary

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
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1220 S. St. Francis Dr., Santa Fe, NM 87505

1RP-03-11-2691

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

					OPERA	ГOR	☐ Initial Report ☐ Final Report						
Name of Co	ompany: 1	Targa Midstr	vices, L.P.		Contact: C	al Wrangham							
Address: 6	Desta Dri	ve, Suite 320	nd, Texas 7970	5	Telephone No.: (432) 688-0452								
Facility Na	me: R. D.	Sims 8" (W	est Locat	ion)		Facility Typ	e: Natural Gas	Pipeli	ne		*		
Surface Owner: William Sims Mineral Owner								Lease No.					
				LOCA	ATIO	OF RE	LEASE						
Unit Letter Section Township Range Feet from the						South Line	Feet from the	East/	West Line	West Line County: Lea			
L	26 22S 37E												
				Latitude: N3	32.3592	° Longitud	le: W103.1419°						
						OF REL							
Type of Release:							Volume of Release: Volume Recovered:						
		working on old											
Source of Release: Pipeline Leak						Date and Hour of Occurrence:			Date and Hour of Discovery:				
	N. N 1	a: a			N/A N/A								
Was Immediate Notice Given? ☐ Yes ☐ No ☒ Not Required						If YES, To Whom?							
By Whom?					Date and Hour:								
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.							
☐ Yes ⊠ No													
If a Waterco	urse was Im	pacted, Descr	ibe Fully.	*								U.V. S. L. M.	
Steel lines w Describe Arc west location disposed at l Bottom-hole mg/Kg (east present abov 2, 2011, OC 2011. The lo I hereby cert regulations a public health should their or the environ	ere shut-in, ea Affected in to approx Parabo (Sur chloride co). Red bed ee shale. Hi D District I cocation will tify that the all operators in or the env operations I comment. In	leaks clamped and Cleanup imately 27 fer indance) Dispos (Triassic) sha ghest chlorided personnel ap be seeded one information is are required ironment. The	d and 300 Action Ta eet bgs an osal (NM- were 660 le was end e and TPH oproved fi ce soil mo given abo to report ne accepta adequatel	ion Taken.* Twifeet of 6 inch polyaken.* Leaks occuded east location to 01-0003). Addit mg/Kg (west) as countered at 38 fet concentrations in the sture conditions in the sture conditions in the sture and contained of a C-141 result in the sture of	y line way irred at 2 to approximate a solution as sol	as inserted in a locations (elimately 15 fill was remove mg/Kg (east of ground in be composite from piles adue to droug to the best of the notification the NMOCE te contaminate.	to each of the steed ast and west) appeted by ast and west) approximated from excavation. Highest TPH oring BH-1 drilled samples were 260 and offsite source. In the my knowledge and perform cooperation as and perform cooperation that pose a the standard pose a the standard process.	el lines. Proxima imately ion side concent ed next mg/Kg . Excan nd unde correctiv al Repo hreat to or of re	tely 50 feet 1,624 cub ewalls for s trations we to west exce g and 19.8 r vation fillin erstand that e actions for rt" does no ground wa sponsibility	apart. Soil vice yards of so afety and pillere 22.4 mg/k avation and n mg/Kg, respect g was complete pursuant to a pursuant to treleases what relieve the content of the compliance of the complete pursuant to the complete	was excoil was ed on	cavated from s hauled and the location. est) and 82.6 indwater was a conductor of haulest and any endanger or of liability human health	
Signature: Printed Nam	e: Cal Wra	ngham			Approved by District Supervisor: Herfo Laking								
Title: EHS M	Ianager, Ta	rga midstream	Services,	, L.P.		Approval Date: 1114 11 Expiration Date:							
Date: 11/11 Phone: (43	//2011 2) 688-0542		(432) 4	25-7072 (Cell)		Conditions of Approval:				Attached			
Attach Addi	itional She	ets If Necess	sary										



November 11, 2011

Mr. Geoffrey R. Leking Environmental Engineer New Mexico Oil Conservation Division 1625 N. French Drive Hobbs, New Mexico 88240

RE:

Excavation Closure Report – R.D. Sims 8" Pipeline Release, 1RP-1RP-03-11-2691 Targa Midstream Services, L.P., Unit L (NW/4, SW/4), Section 26, Township 22 South, Range 37 Lea County, New Mexico

Dear Mr. Leking:

On behalf of Targa Midstream Services, L.P. (Targa), Larson & Associates, Inc. (LAI), its consultant, submits this letter to the New Mexico Oil Conservation Division (OCD) District 1 to document closure of the excavation at the above-referenced location. The excavation was closed according recommendations in the final report dated June 23, 2011 ("Final Report R.D. Sims 8" Pipeline Release, 1RP-03-11-2691"). The closure recommendation was approved by the OCD on August 2, 2011 (Attachment A). Targa completed excavation filling on August 30, 2011. Seeding will occur once soil moisture improves as a result of drought conditions. Attachment B presents photographs. Attachment C presents the initial and final C-141. Please contact Mr. Cal Wrangham with Targa at 432.688.0542 or myself at 432.687.0901 if you have questions.

Sincerely, LARSON & ASSOCIATES, INC.

Mark J. Larson, PG Sr. Project Manager/President mark@laenvironmental.com

Attachments

A OCD Closure Approval

B Photographs

C Final C-141

CC Mr. Cal Wrangham - Targa Mr. David Honeycutt - Targa

approved
The following
Eur. Eyr.
MOCO-HOBBS

Mark Larson

From: Leking, Geoffrey R, EMNRD [GeoffreyR.Leking@state.nm.us]

Sent: Tuesday, August 02, 2011 4:40 PM

To: Mark Larson

Cc: Wrangham, Calvin W.; Honeycutt, David

Subject: RE: Targa pipeline release on Sims ranch east of Eunice

Mark

Thank you for adding the seeding language. Final approval of the document entitled, "Final Report, R.D. Sims 8" Pipeline Release, 1RP-03-11-2691, Lea County, New Mexico" as prepared for Targa Midstream Services, L.P. by Larson & Associates, Inc., Environmental Consultants is hear by granted by NMOCD-District 1. You may move forward with backfilling the excavations. Please contact me if you have any questions. Thank you.

Geoffrey Leking

Environmental Engineer

NMOCD-Hobbs

1625 N. French Drive

Hobbs, NM 88240

Office: (575) 393-6161 Ext. 113

Cell: (575) 399-2990

email: geoffreyr.leking@state.nm.us

From: Mark Larson [mailto:Mark@laenvironmental.com]

Sent: Tuesday, August 02, 2011 12:30 PM

To: Leking, Geoffrey R, EMNRD

Cc: Wrangham, Calvin W.; Honeycutt, David

Subject: RE: Targa pipeline release on Sims ranch east of Eunice

Geoffrey

Targa will seed the excavation area with a seed blend suitable to the region (i.e., BLM No. 2) once soil moisture conditions improve sufficiently to allow seed germination. Please contact me if you have questions.

Sincerely,

Mark J. Larson

Sr. Project Manager / President

507 N. Marienfeld Street, Ste. 200

Midland, Texas 79701

(432) 687-0901 (office)

(432) 687-0456 (fax)

(432) 556-8656 (cell)

mark@laenvironmental.com

A arson & sociates, Inc.

From: Leking, Geoffrey R, EMNRD [mailto:GeoffreyR.Leking@state.nm.us]

Sent: Monday, August 01, 2011 12:00 PM

To: Mark Larson

Subject: FW: Targa pipeline release on Sims ranch east of Eunice

Mark

Before I give you the final approval, would you please look at the forwarded email below and respond with your thoughts. We even talked about putting in a liner. Thank you.

Geoffrey Leking Environmental Engineer NMOCD-Hobbs 1625 N. French Drive Hobbs, NM 88240

Office: (575) 393-6161 Ext. 113

Cell: (575) 399-2990

email: geoffreyr.leking@state.nm.us

From: Griswold, Jim, EMNRD

Sent: Friday, July 29, 2011 1:28 PM

To: Gonzales, Elidio L, EMNRD; Leking, Geoffrey R, EMNRD; VonGonten, Glenn, EMNRD

Subject: Targa pipeline release on Sims ranch east of Eunice

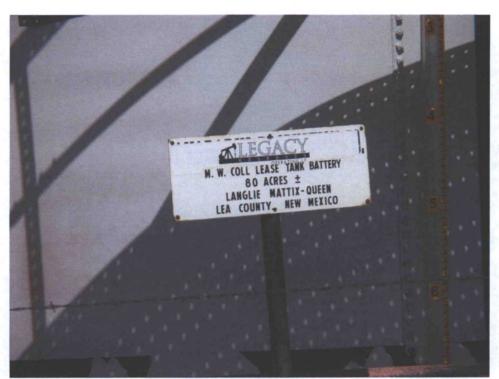
Gents,

I have reviewed a report from Larson & Associates dated 6/23/11 and titled "Final Report RD Sims 8" Pipeline Release" with our number 1RP-03-11-2691 concerning Targa. I see no problem with backfilling as proposed. It would be helpful (though outside OCD's direct authority) to see something growing out there afterwards. There is some chloride remaining in the soils and even with compaction of the backfill, the area will provide increased infiltration of precipitation. The presence of plants will help keep water from pushing things farther down.

Jim Griswold Senior Hydrologist EMNRD/Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505 direct: 505.476.3465

email: jim.griswold@state.nm.us

Attachment B
TARGA MIDSTREAM SERVICES, L.P.
R. D. SIMS 8" PIPELINE RELEASE (1RP-03-11-2691
LEa County, New Mexico



Location Sign



Filled Excavation Viewing East, August 30, 2011



Filled Excavation Viewing East, August 30, 2011



Filled Excavation Viewing East, August 30, 2011

Attachment B
TARGA MIDSTREAM SERVICES, L.P.
R. D. SIMS 8" PIPELINE RELEASE (1RP-03-11-2691
LEa County, New Mexico



Produced Water (PVC) Line Exposed on North Side of Excavation, March 2, 2011



West Excavation after Benching Viewing South, March 2, 2011



West Excavation after Benching Viewing West, March 2, 2011



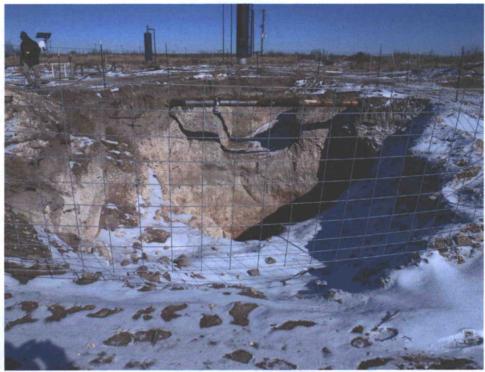
West Excavation after Benching Viewing Northeast, March 2, 2011





West Excavation Viewing South, February 4, 2011

Attachment B
TARGA MIDSTREAM SERVICES, L.P.
R. D. SIMS 8" PIPELINE RELEASE (1RP-03-11-2691
LEa County, New Mexico



West Excavation Viewing North, February 4, 2011