

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

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	XTO Energy	Contact	Guy Pearce
Address	P.O. Box 700 Esquire N.M. 88231	Telephone No.	505-441-1637
Facility Name	North Verm ASD 203 BT "Tank Line"	Facility Type	Oil & water transfer line
Surface Owner	State of New Mexico	Mineral Owner	
		Lease No.	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	22	17s	34E					

Latitude $N 32^{\circ} 48' 36.2''$ Longitude $W 105^{\circ} 32' 00.5''$

NATURE OF RELEASE

Type of Release	Crude Oil & Produced Water	Volume of Release	40 bbls	Volume Recovered	None
Source of Release		Date and Hour of Occurrence	7/5/06	Date and Hour of Discovery	7/3/06
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Gary Wink NM OGD		
By Whom?	Guy Pearce	Date and Hour	7/5/06 @ 3:30pm		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

leak in 3" steel transfer line. cause: external corrosion

Describe Area Affected and Cleanup Action Taken.*

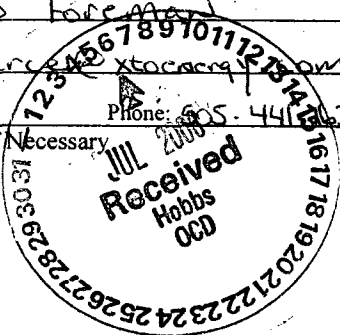
Area 40' x 120' south of NVA #243. Phoenix Environmental immediately scraped up contaminated soil and put on plastic. Phoenix will begin remediation wcd 7/5/06. Samples will be taken and reported.

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: <u>Guy Pearce</u>	Approved by District Supervisor: <u>ENVIRONMENTAL</u>	
Printed Name: <u>Guy Pearce</u>	Approval Date:	Expiration Date:
Title: <u>Production Foreman</u>	Conditions of Approval:	
E-mail Address: <u>guy-pearce@xtocorp.com</u>	Attached <input type="checkbox"/>	
Date: <u>7/5/2006</u>	Phone: <u>505-441-1637</u>	

* Attach Additional Sheets If Necessary



incident - nPAC0618732094
application - nPAC0618732617 RPT# 945



PHOENIX ENVIRONMENTAL LLC

P.O. Box 1856
505-391-9687

2113 French Dr.

Hobbs, NM 88241-1856

Office 505-391-9685

Fax

July 5, 2006

XTO Energy
P.O. Box 700
Eunice, New Mexico 88231-0700

Attn: Mr. Guy Pearce

**RE: NVA 203 Battery Trunk Line Spill, Work Plan, Located in UL H Sec 22
T17S R34 E of Lea County, New Mexico.**

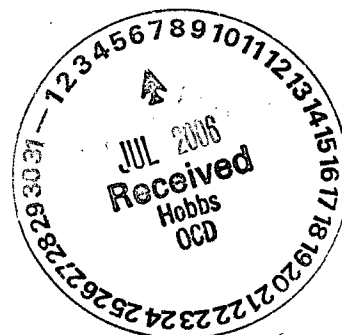
Dear Mr. Pearce:

Phoenix Environmental, LLC (Phoenix) would like to take this time to thank you and XTO Energy for the opportunity to provide our professional services on the site remediation of the above listed site that is located in Lea Co. New Mexico.

If you have any questions and/or need more data in regards to this project please call at any time.

Sincerely,

Ray Garza
Sr. Project Manager
Phoenix Environmental LLC



Summary/Overview

The North Vacuum Abo "203" Btry Trunk line spill site should be completed and remediated in accordance with the standards of the NMOCD. It is our understanding that any potential contamination from the site was a result of a leak in the line, with an estimated 40bbls of fluid lost. A vacuum truck was on site to recover fluid and was unable to recover any fluid. A backhoe was utilized to pick up the impacted saturated soils and place them on plastic.

The potential contaminants of concern are mid to high-level concentrations of produced water and hydrocarbons that were lost from the spill and absorb by the surrounding near surface soils.

The lands primary use is domestic pasture for ranching and the production of oil and gas.

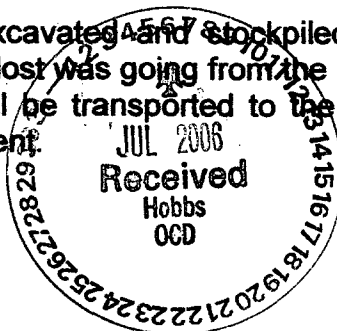
The ground water depth data available for this area showed the depth to ground water to be in the 126' range.

Pursuant to the standards of the NMOCD, the clean up level for this site will be at <5,000ppm of TPH, <50 for BTEX and Chlorides less than <250ppm.

The following scope of work was based on data from our site visit and the requirements of the NMOCD for clean up of leaks and spills.

Scope of Work for Impacted Soils

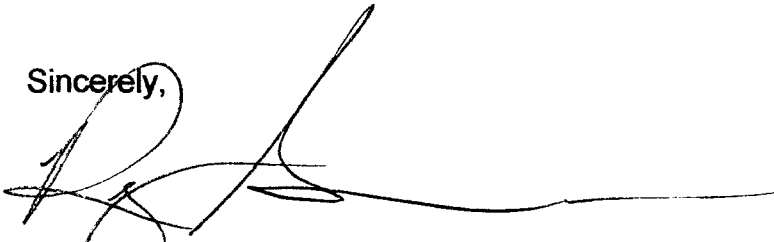
1. First Phoenix will call One-Call for line spot clearance before any excavation at the site is started.
2. Phoenix will mobilize to the site located at Buckeye, equipment and personnel necessary to start and complete the site remediation as required, getting the site back into compliance.
3. The site will be cleared of brush and debris and a staging area set up for site control and safety.
4. The impacted soils from the spill will be excavated and stockpiled on plastic. Due to the fact that the fluid that was lost was going from the NVA 203 battery trunk line, the impacted soils will be transported to the 203 tank battery and used as secondary containment.



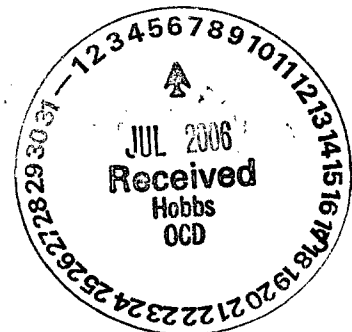
5. Phoenix will field screen the site during the excavation and once the TPH and CL has dropped below clean up requirements final samples will be taken and sent to a third party lab for analysis.
6. Once all of the remediation criteria have been met for site closure and compliance, the site will be backfilled with clean material. The site will be contoured with a slight crown to prevent the ponding of any water and reseeded.
7. Once all of the closure criteria have been met, a final closure report will be prepared by Phoenix. This report will include a summary of remediation operations, findings and conclusions on-site and lab analysis, site maps and project photos.

If you have any questions and/or need more data in regards to this project please call 505-631-8323 at any time.

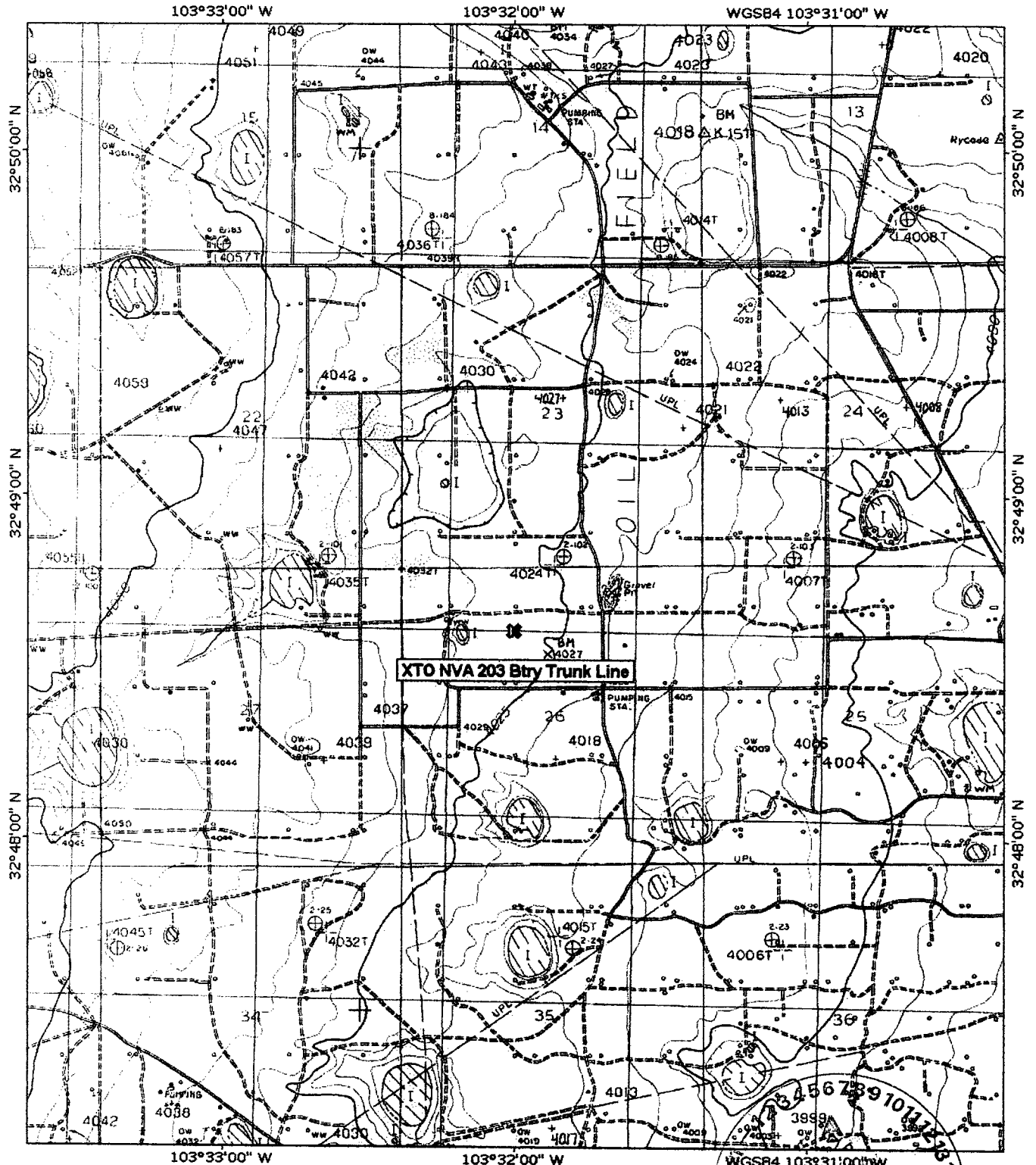
Sincerely,



Ray Garza
Sr. Project Manager
Phoenix Environmental LLC



TOPOI map printed on 07/05/06 from "Untitled.tpo"



TN MIN
8 1/2"

0 1000 FEET 0 500 1000 METERS
Map created with TOPOI® ©2003 National Geographic (www.nationalgeographic.com/tpoi)

