

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

OCT 31 2008  
OCD-ARTESIA 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	Walsh and Watts, Inc. 24558	Contact	Richard Jones
Address	1111 Seventh St., Wichita Falls, TX	Telephone No.	(806) 215-0349
Facility Name	N. Square Lake Premier Unit	Facility Type	Oil
Surface Owner		Mineral Owner	Lease No.
Federal		X	NM0162

30 015 04806								
LOCATION OF RELEASE								
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
U M	5	16S	31E	760	South	710	West	Eddy

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

Type of Release	oil	Volume of Release	less than 1 bbl.	Volume Recovered	0
Source of Release	2 flowline leaks	Date and Hour of Occurrence		Date and Hour of Discovery	10/21/08
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?	Sherry Bonham to Richard Jones	Date and Hour	10/21/2008	time unknown	
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.\*  
Two flowline leaks between well and tank battery.

Describe Area Affected and Cleanup Action Taken.\*  
Confined to area around flowline.

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: <i>Alfred B. Guinn</i>	Accepted for record NMOCD		Remediation Actions to be completed and Final C-141 submitted with confirmation analyses/documentation on or before the Expiration Date. ↓
Printed Name: Alfred B. Guinn	Approved by District Supervisor:		
Title: Vice President	Process Approval Date: 11-12-08	Expiration Date: 01-12-2009	
E-mail Address: billlw@sbcglobal.net	Conditions of Approval: DELINEATION REQUIRED until contamination reaches background levels or a site specific acceptable level. As warranted, a work plan may be required		Attached <input checked="" type="checkbox"/>
Date: 10/28/2008 Phone: 940-723-2104			2RP - 266

\* Attach Additional Sheets If Necessary

Accepted for record  
NMOCD

Within 30 days, on or before 12-15-08, completion of a remediation work plan based on delineation should be finalized and submitted for approval to the Division summarizing all actions taken and/or to be taken to mitigate environmental damage

Notify OCD 48 hours prior to obtaining samples where analyses are to be presented to OCD



# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



November 12, 2008

Walsh and Watts, Inc  
1111 Seventh Street  
Wichita Falls, TX 76301

RE: North Square Lake Premier Unit 016 30-015-04806  
M-5-16S-31E Eddy County, New Mexico  
2RP-266 and 2RP-267

Dear Operator:

Per operator compliance with LOV 2-08-159, NMOCD District II is in receipt of two initial report C-141s regarding oil and produced water releases. The releases are a result of two separate flow line leaks and a result of stuffing box leak related to the above mentioned facility.

NMOCD Rule 19.15.3.116 states in part, "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

A guide document intended to provide direction for remediation of soils and fresh waters contaminated as a result of leaks, spills, or releases of oilfield wastes and products is found on OCD's web site at the following link:

[http://www.emnrd.state.nm.us/o cd/documents/7C\\_spill1.pdf](http://www.emnrd.state.nm.us/o cd/documents/7C_spill1.pdf)

The following actions are **required** to be addressed in the **remediation plan**:

- Horizontal and vertical delineation of the spill by soil sampling. Delineation is required until contamination reaches background levels or a site specific acceptable level. Any constituent(s) of concern—to include but not limited to TPH, BTEX, and chlorides—are to be addressed in the delineation and remediation plan.
- Prepare a sketch of the site indicating where and at what depths the samples were taken.



November 12, 2008

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- Submit laboratory results of sampling and the work plan proposal (plan) for remediation, removal and/or clean up of contaminants that may be present at the site.

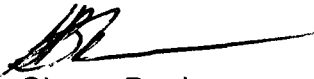
Notify the OCD 48 hours prior to obtaining samples where analyses of samples obtained are to be submitted to the OCD. Notification is to include date and time of sample event.

Within 30 days, **on or before December 15, 2008**, completion of a remediation work plan should be finalized and submitted to the Division summarizing all actions taken or to be taken to mitigate environmental damage related to *each* leak, spill or release for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,



Sherry Bonham

NMOCD District II

(505) 748-1283 ext 109

E-mail: [sherry.bonham@state.nm.us](mailto:sherry.bonham@state.nm.us)