



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

August 27, 2004

Hanson Energy
PO Box 1348
Artesia NM 88211-1348

Reference: State AE #1 Tank Battery G-4-18s-28e API: 30-015-25402

Operator,

The New Mexico Oil Conservation Division, District 2 office, is in receipt of initial Form C-141 submitted by your company regarding a release of 78 bbls of oil on 6/28/2004 at the above referenced location. Please submit a Corrective Action work plan for remediation of this release using the "Guidelines For Remediation of Leaks, Spills, and Releases" as your guide.

A copy of these Guidelines can be found on the OCD website: www.emnrd.state.nm.us/oed. The document is located on the web page under Publications/Environmental Handbook/Miscellaneous Guidelines/Spill Prevention Clean-up.

The work plan submitted to OCD must include general site characteristics (Depth to Ground Water, Wellhead Protection Area, and Distance to nearest Surface Water Body), soil remediation action levels, soil remediation methods and planned analytical, which will require testing for TPH, B-Tex and chlorides.

A Final C-141 form is required for closure of remediation project and must include a report of remediation actions taken with final analytical results attached.

Please have the requested work plan in the Artesia District Office on or before September 27, 2004.

Please notify Artesia OCD Office 24 hours prior to any remediation actions or sampling events.

In the event a satisfactory response is not received to this letter, further enforcement actions may be taken.

If I can be of assistance in this matter please contact me at 505-748-1283 Ext 108

Cell: 505-626-0857

Or Email at mbratcher@state.nm.us

Thank you,

Mike Bratcher

Compliance Officer NMOCD

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

30-015-25402

Release Notification and Corrective Action

n MLB0424038026

St. AE #1

OPERATOR

☒ Initial Report ☐ Final Report

| | | | |
|-----------------|----------------|---------------|---------------|
| Name of Company | Hanson Energy | Contact | Warren Hanson |
| Address | P. O. Box 1348 | Telephone No. | 505-746-2262 |
| Facility Name | St. AE | Facility Type | tank battery |

| | | | | | |
|---------------|-------------|---------------|---------------|-----------|--------|
| Surface Owner | State of NM | Mineral Owner | Hanson Energy | Lease No. | B-3823 |
|---------------|-------------|---------------|---------------|-----------|--------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| G | 4 | 18S | 28E | 1650 | N | 2310 | E | Eddy |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | | | | |
|-----------------------------|---|---|-------|----------------------------|----------|
| Type of Release | lightening/fire (OIL) | Volume of Release | 78bb1 | Volume Recovered | 0 |
| Source of Release | tank battery | Date and Hour of Occurrence | UK | Date and Hour of Discovery | 7AM/6/28 |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | | | |
| By Whom? | Date and Hour | | | | |
| 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.*

RECEIVED

AUG 19 2004

Describe Cause of Problem and Remedial Action Taken.*

Lightening hit the tank battery causing a fire.
Removed all tanks and plumbing off location

UCC-ARTESIA

Describe Area Affected and Cleanup Action Taken.*

(tank battery pad) Cleaned location. Will build a new tank battery on same location.

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: *Warren Hanson*

Printed Name: Warren Hanson

Approved by District Supervisor:

Title: Operator

Approval Date:

Expiration Date:

E-mail Address:

Conditions of Approval:

Attached ☐

Date: 8/12/2004 Phone: 746-2262

* Attach Additional Sheets If Necessary

Faxed to land office
WORK PLAN REQUEST LETTER
IMAGED