

Jason Michelson Project Manager Chevron Environmental Management Company 1500 Louisiana Street, #38116

Houston, Texas 77002 Work: 832-854-5601 Cell: 281-660-8564 jmichelson@chevron.com

May 30, 2019

New Mexico Oil Conservation Division, District II 811 S. First St Artesia, NM 88210

Re: South Culebra Bluff 14 Well No. 1 Site Deferral Request Inspection No. iTM1734233520 Eddy County, New Mexico

Dear whom it concerns,

Please find enclosed for your files, copies of the following:

• South Culebra Bluff 14 Well No. 1 - May 30, 2019 Site Deferral Request

The Site Deferral Request was prepared by Arcadis U.S., Inc. (Arcadis) on behalf of Chevron Environmental Management Company (CEMC). CEMC is requesting written NMOCD approval for deferral of additional site remediation activities until the well and associated facilities are abandoned.

Please do not hesitate to call Rebecca Andresen with Arcadis at 206-726-4717 or myself at 832-854-5601, should you have any questions.

Sincerely,

//Jason Michelson

Encl. South Culebra Bluff 14 Well No. 1 - Site Deferral Request

C.C. Brett Krehbiel, Arcadis

ason Michelson



Mr. Rob Hamlet
New Mexico Oil Conservation Division – District II
Environmental Specialist
811 S. First St.
Artesia, NM 88210

Subject:

Site Deferral Request South Culebra Bluff 14 Well No. 1 Inspection No. iTM1734233520 Eddy County, New Mexico

Dear Mr. Hamlet:

On behalf of Chevron Environmental Management Company (CEMC), Arcadis U.S., Inc. (Arcadis) prepared this Site Deferral Request (Request) for the South Culebra Bluff 14 Well No. 1, API No. 30-015-26347, located in Eddy County, New Mexico. Rockcliff Operating New Mexico LLC (Rockcliff), the previous owner of this well, was notified by the New Mexico Oil Conservation District (NMOCD) of a staining violation dated December 8, 2017 during an inspection (iTM1734233520, Attachment 1) by NMOCD. No response to this violation has been located. The purpose of this request is for written confirmation of deferral from the NMOCD.

SITE DESCRIPTION AND BACKGROUND

The Site is located approximately two (2) miles east of Loving, New Mexico. The site is in Unit A, Section 14, Township 23S, Range 28E, Eddy County, New Mexico.

On December 8, 2017, during a routine inspection (iTM1734233520) conducted by NMOCD, staining was observed around the well head. A letter of violation was issued to Rockcliff. No response to this violation has been located.

This well is planned for plugging and abandonment. Site restoration activities will be completed in conjunction with abandonment. Therefore, a deferral of remediation until the well and associated facilities are abandoned is requested.

Arcadis U.S., Inc. 630 Plaza Drive Suite 100 Highlands Ranch Colorado 80129 Tel 720 344 3500 Fax 720 344 3535 www.arcadis.com

ENVIRONMENT

Date:

May 30, 2019

Contact:

Rebecca Andresen

Phone:

206-726-4717

Email

Rebecca.Andresen@arcadis .com

Our ref:

B0049810.0000

Mr. Rob Hamlet May 30, 2019

If you have any questions or comments, please contact Rebecca Andresen at 206.726.4717 or by email at rebecca.andresen@arcadis.com.

Sincerely,

Arcadis U.S., Inc.

Rebecca Andresen Vice President

Copies:

Jason Michelson, Chevron/ CEMC Brett Krehbiel, Arcadis

Enclosures:

Attachments

1 – December 8, 2017 Staining Violation Letter

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

David Catanach

Division Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

08-Dec-17

ROCKCLIFF OPERATING NEW MEXICO LLC

1301 McKinney Suite 1300 Houston TX 77010-7010

LETTER OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

SOUTH CULEBRA BLUFF UNIT		NIT No.005		L-13-23S-28E	30-015-22922-00-	00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/08/2017	Routine/Periodic	Tony Morales	Yes	No	3/13/2018	iTM1734235827
	General Housekeeping (Rule 114)				
6			~ . ~ .		A DOLLARD DURAL LIN	
Comments		All Equipment and Location i K BATTERIES DRAIN NO			AROUND WELL HI	EAD /
		K BATTERIES DRAIN NO			30-015-26347-00- Corrective Action Due By:	
SOUTH CU	TAN ILEBRA BLUFF 14	K BATTERIES DRAIN NO ' No.001	WINDSOCK	19.15.10.8 A-14-23S-28E *Significant	30-015-26347-00- Corrective	00
SOUTH CU Inspection Date	TAN ILEBRA BLUFF 14 Type Inspection Routine/Periodic	K BATTERIES DRAIN NO S No.001 Inspector Tony Morales	WINDSOCK Violation?	19.15.10.8 A-14-23S-28E *Significant Non-Compliance?	30-015-26347-00- Corrective Action Due By:	00 Inspection No.

SOUTH CULEBRA BLUFF 13 No.004

Routine/Periodic

D-13-23S-28E

30-015-26534-00-00

Inspection

12/08/2017

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

Tony Morales

Yes

No

3/13/2018

iTM1734233912

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ. STAINING AROUND WELL HEAD

19.15.10.8

SCB 13 FEDERAL No.008 Inspection

Type Inspection Inspector

Violation?

*Significant Non-Compliance?

C-13-23S-28E

30-015-33645-00-00 Corrective Action Due By:

Inspection No.

Routine/Periodic 12/08/2017

Tony Morales

Yes

No

3/13/2018

iTM1734236619

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO. STAINING AROUND WELL HEAD

19.15.10.8

TELEDYNE 12 FEDERAL

No.003

E-12-23S-28E

30-015-33927-00-00

Inspection Date

Date

Type Inspection

Inspector Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

12/08/2017

Routine/Periodic

Tony Morales

Yes

No

3/13/2018

iTM1734238246

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ. HEAD OFF STAINING AROUND

WELL HEAD 19.15.10.8

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Divison Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely.

Artesia OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data. *Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.