

1R - 425-20

APPROVALS

YEAR(S):

2012

Hansen, Edward J., EMNRD

From: Hansen, Edward J., EMNRD
Sent: Wednesday, May 09, 2012 9:03 AM
To: Hack Conder (hconder@riceswd.com)
Cc: Leking, Geoffrey R, EMNRD; Katie Jones <kjones@riceswd.com> (kjones@riceswd.com); Laura Pena (lpena@riceswd.com); Scott Curtis (scurtis@riceswd.com)
Subject: Remediation Plan (1R425-20) Termination - ROC Vacuum Phillips 'B' Santa Fe EOL Site

**RE: Termination Request
for the Rice Operating Company's
Vacuum Phillips 'B' Santa Fe EOL Site
Unit Letter O, Section 30, T17S, R35E, NMPM, Lea County, New Mexico
Remediation Plan (1R425-20) Termination**

Dear Mr. Conder:

The New Mexico Oil Conservation Division (OCD) has received Rice Operating Company's report and request to close the above-referenced site, dated April 17, 2012 (received April 20, 2012). The report is acceptable to the OCD.

The above-referenced report, submitted in accordance with 19.15.29 NMAC (Rule 29; formally, Rule 116), indicates that Rice Operating Company has met the requirements of 19.15.29 NMAC; therefore, the OCD approves the report and hereby notifies you that the remediation plan (1R425-20) is terminated in accordance with 19.15.29 NMAC.

Please be advised that OCD approval of this report does not relieve the owner/operator of responsibility should operations pose a threat to ground water, surface water, human health or the environment. In addition, OCD approval does not relieve the owner/operator of responsibility for compliance with any OCD, federal, state, or local laws and/or regulations.

If you have any questions regarding this matter, please contact me at 505-476-3489.

Edward J. Hansen
Hydrologist
Environmental Bureau

RICE *Operating Company*

122 West Taylor • Hobbs, New Mexico 88240

Phone: (575) 393-9174 • Fax: (575) 397-1471

April 17, 2012

RECEIVED

APR 20 2012

Mr. Edward Hansen
New Mexico Energy, Minerals, & Natural Resources
Oil Conservation Division, Environmental Bureau
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

RE: Termination Request
Vacuum Phillips 'B' Santa Fe EOL (1R425-20): UL/O, Sec. 30, T17S, R35E
RICE Operating Company – Vacuum SWD System

Mr. Hansen:

Rice Operating Company (ROC) is the service provider (agent) for the abandoned Vacuum Saltwater Disposal (SWD) System and has no ownership of any portion of the pipeline, well, or facility. The System is owned by a consortium of oil producers, System Parties, who provide all operating capital on a percentage ownership/usage basis.

Background

In 2005, ROC initiated work on the former Phillips 'B' Santa Fe EOL junction box as part of the system abandonment. The site is located in UL/O, Sec. 30, T17S, R35E. NM OSE records indicate that groundwater would likely be encountered at a depth of approximately 117 +/- feet. The site was delineated using a backhoe to collect soil samples at regular intervals, creating an 8x3x6-ft deep excavation. Each sample was field titrated for chlorides and field screened using a PID for hydrocarbons, resulting in low concentrations of each. The 6-ft sample was sent to a commercial laboratory for analysis of chloride and TPH, resulting in a chloride concentration of 25.7 mg/kg, and concentrations of gasoline range organics (GRO) and diesel range organics (DRO) below detectable limits. The excavated soil was blended on site then returned to the excavation to ground surface and contoured to the surrounding area. On 12/23/2005, the site was seeded with a blend of native vegetation and is expected to return to a productive capacity at a normal rate. The junction box final report, photo documentation, laboratory analysis, and PID sheet are attached.

Recommendations

Site investigation demonstrates that residual chloride and hydrocarbons in the vadose zone will not with reasonable probability contaminate groundwater in excess of NMOCD standards. This site meets the requirements of the NMOCD-approved Revised Junction Box Upgrade Work Plan (July 16, 2003). As such, ROC request termination of the regulatory file, or similar closure status.

Please contact me at (575)393-9174 if you have any questions or wish to discuss this site. Thank you for your time and consideration.

Sincerely,
RICE Operating Company

A handwritten signature in black ink, appearing to read "H. Conder", with a long horizontal flourish extending to the right.

Hack Conder
Environmental Manager

enclosures

**RICE OPERATING COMPANY
JUNCTION BOX FINAL REPORT**

BOX LOCATION

SWD SYSTEM	JUNCTION	UNIT	SECTION	TOWNSHIP	RANGE	COUNTY	BOX DIMENSIONS - FEET		
Vacuum	Phillips 'B' Santa Fe EOL	O	30	17S	35E	Lea	Length	Width	Depth
							System Abandonment--no box		

LAND TYPE: BLM _____ STATE _____ FEE LANDOWNER _____ Duke Energy _____ OTHER _____

Depth to Groundwater _____ 117 _____ feet NMOCD SITE ASSESSMENT RANKING SCORE: _____ 0 _____

Date Started _____ 9/6/2005 _____ Date Completed _____ 12/23/2005 _____ NMOCD Witness _____ no _____

Soil Excavated _____ 5 _____ cubic yards Excavation Length _____ 8 _____ Width _____ 3 _____ Depth _____ 6 _____ feet

Soil Disposed _____ 0 _____ cubic yards Offsite Facility _____ n/a _____ Location _____ n/a _____

FINAL ANALYTICAL RESULTS: Sample Date _____ 9/6/2005 _____ Sample Depth _____ 6 ft _____

TPH and chloride laboratory test results completed by using an approved laboratory and testing procedures pursuant to NMOCD guidelines.

CHLORIDE FIELD TESTS

Sample Location	PID ppm	GRO mg/kg	DRO mg/kg	Chloride mg/kg
GRAB @ 6 ft BGS	0.0	<10.0	<10.0	25.7

LOCATION	DEPTH (ft)	ppm
vertical trench at junction	2	314
	3	93
	4	69
	5	100
	6	93
background	0	102

General Description of Remedial Action:

This junction box was addressed

as part of the Vacuum SWD System Abandonment. After the box materials were removed, a delineation trench was made at the junction using a backhoe while soil samples were collected every ft of depth to 6 ft BGS. Chloride field tests conducted on the samples yielded low concentrations that exhibited a conclusive trend of decline with depth, indicative of unsaturated historical vadose conditions. PID screenings were also performed on the samples and yielded no VOC readings, all 0.0 ppm. The laboratory analysis of the deepest sample (6 ft) confirmed the field tests and TPH concentrations were not present within the lab's detection limits (<10.0 ppm), meeting NMOCD guidelines. The excavated soil was blended on site and then backfilled into the trench and contoured to the surrounding terrain. The disturbed surface was seeded with a blend of native vegetation and is expected to return to productive capacity at a normal rate. Since the SWD System is no longer active, a replacement box is not required at this site.

enclosures: chloride graph, photos, lab results, PID field screenings

I HEREBY CERTIFY THAT THE INFORMATION ABOVE IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF.

SITE SUPERVISOR _____ Roy Rascon _____ SIGNATURE *Roy R. Rascon* COMPANY _____ RICE Operating Company _____

REPORT ASSEMBLED BY _____ Kristin Farris Pope _____ SIGNATURE *Kristin Farris Pope*

DATE _____ 1/9/2006 _____ TITLE _____ Project Scientist _____



undisturbed junction box

7/11/2005

Vacuum Phillips 'B' Santa Fe EOL

Unit 'O', Sec. 30, T17S, R35E



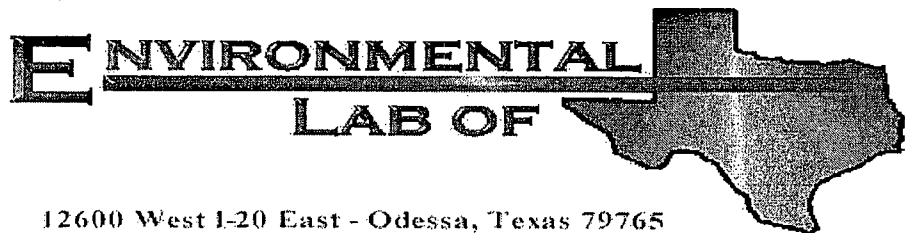
junction box removed

9/2/2005



seeding backfilled site

12/23/2005



12600 West I-20 East - Odessa, Texas 79765

COPY

Analytical Report

Prepared for:

Roy Rascon
Rice Operating Co.
122 W. Taylor
Hobbs, NM 88240

Project: Vac. Phillips B Santa Fe EOL

Project Number: None Given

Location: None Given

Lab Order Number: 5I09002

Report Date: 09/15/05

Rice Operating Co.
122 W. Taylor
Hobbs NM, 88240

Project: Vac. Phillips B Santa Fe EOL
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/15/05 15:50

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
Vert.@ 6'	5109002-01	Soil	09/06/05 14:16	09/09/05 07:30

Rice Operating Co.
122 W. Taylor
Hobbs NM, 88240

Project: Vac. Phillips B Santa Fe EOL
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/15/05 15:50

Organics by GC
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
Vert.@ 6' (5109002-01) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	E150912	09/09/05	09/11/05	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		85.6 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		82.4 %	70-130		"	"	"	"	

Rice Operating Co.
122 W. Taylor
Hobbs NM, 88240

Project: Vac. Phillips B Santa Fe EOL
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/15/05 15:50

General Chemistry Parameters by EPA / Standard Methods
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
Vert.@ 6' (5109002-01) Soil									
Chloride	25.7	5.00	mg/kg	10	EI51507	09/14/05	09/14/05	EPA 300.0	
% Moisture	19.0	0.1	%	1	EI51214	09/09/05	09/13/05	% calculation	

Rice Operating Co.
122 W. Taylor
Hobbs NM, 88240

Project: Vac. Phillips B Santa Fe EOL
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Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/15/05 15:50

Organics by GC - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
Batch EI50912 - Solvent Extraction (GC)										
Blank (EI50912-BLK1)										
Prepared: 09/09/05 Analyzed: 09/11/05										
Gasoline Range Organics C6-C12	ND	10.0	mg/kg wet							
Diesel Range Organics >C12-C35	ND	10.0	"							
Total Hydrocarbon C6-C35	ND	10.0	"							
Surrogate: 1-Chlorooctane	50.7		mg/kg	50.0		101	70-130			
Surrogate: 1-Chlorooctadecane	46.8		"	50.0		93.6	70-130			
LCS (EI50912-BS1)										
Prepared: 09/09/05 Analyzed: 09/11/05										
Gasoline Range Organics C6-C12	398	10.0	mg/kg wet	500		79.6	75-125			
Diesel Range Organics >C12-C35	379	10.0	"	500		75.8	75-125			
Total Hydrocarbon C6-C35	777	10.0	"	1000		77.7	75-125			
Surrogate: 1-Chlorooctane	48.3		mg/kg	50.0		96.6	70-130			
Surrogate: 1-Chlorooctadecane	48.3		"	50.0		96.6	70-130			
Calibration Check (EI50912-CCV1)										
Prepared: 09/09/05 Analyzed: 09/12/05										
Gasoline Range Organics C6-C12	425		mg/kg	500		85.0	80-120			
Diesel Range Organics >C12-C35	412		"	500		82.4	80-120			
Total Hydrocarbon C6-C35	837		"	1000		83.7	80-120			
Surrogate: 1-Chlorooctane	51.0		"	50.0		102	0-200			
Surrogate: 1-Chlorooctadecane	61.1		"	50.0		122	0-200			
Matrix Spike (EI50912-MS1)										
Source: 5109001-01 Prepared: 09/09/05 Analyzed: 09/11/05										
Gasoline Range Organics C6-C12	403	10.0	mg/kg dry	533	ND	75.6	75-125			
Diesel Range Organics >C12-C35	406	10.0	"	533	ND	76.2	75-125			
Total Hydrocarbon C6-C35	809	10.0	"	1070	ND	75.6	75-125			
Surrogate: 1-Chlorooctane	43.1		mg/kg	50.0		86.2	70-130			
Surrogate: 1-Chlorooctadecane	40.0		"	50.0		80.0	70-130			
Matrix Spike Dup (EI50912-MSD1)										
Source: 5109001-01 Prepared: 09/09/05 Analyzed: 09/11/05										
Gasoline Range Organics C6-C12	403	10.0	mg/kg dry	533	ND	75.6	75-125	0.00	20	
Diesel Range Organics >C12-C35	402	10.0	"	533	ND	75.4	75-125	0.990	20	
Total Hydrocarbon C6-C35	805	10.0	"	1070	ND	75.2	75-125	0.496	20	
Surrogate: 1-Chlorooctane	44.9		mg/kg	50.0		89.8	70-130			
Surrogate: 1-Chlorooctadecane	44.4		"	50.0		88.8	70-130			

Rice Operating Co.
122 W. Taylor
Hobbs NM, 88240

Project: Vac. Phillips B Santa Fe EOL
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471

Reported:
09/15/05 15:50

General Chemistry Parameters by EPA / Standard Methods - Quality Control
Environmental Lab of Texas

Analyte	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
Batch EI51214 - General Preparation (Prep)										
Blank (EI51214-BLK1)					Prepared: 09/09/05 Analyzed: 09/13/05					
% Solids	100		%							
Duplicate (EI51214-DUP1)					Source: 5I08021-02 Prepared: 09/09/05 Analyzed: 09/13/05					
% Solids	95.3		%		95.5			0.210	20	
Duplicate (EI51214-DUP2)					Source: 5I09013-05 Prepared: 09/09/05 Analyzed: 09/13/05					
% Solids	99.2		%		99.0			0.202	20	
Duplicate (EI51214-DUP3)					Source: 5I09010-03 Prepared: 09/09/05 Analyzed: 09/13/05					
% Solids	90.9		%		90.2			0.773	20	
Batch EI51507 - Water Extraction										
Blank (EI51507-BLK1)					Prepared & Analyzed: 09/14/05					
Chloride	ND	0.500	mg/kg							
LCS (EI51507-BS1)					Prepared & Analyzed: 09/14/05					
Chloride	8.62		mg/L	10.0		86.2	80-120			
Calibration Check (EI51507-CCV1)					Prepared & Analyzed: 09/14/05					
Chloride	9.06		mg/L	10.0		90.6	80-120			
Duplicate (EI51507-DUP1)					Source: 5I09001-01 Prepared & Analyzed: 09/14/05					
Chloride	801	10.0	mg/kg		796			0.626	20	

Rice Operating Co.
122 W. Taylor
Hobbs NM, 88240

Project: Vac. Phillips B Santa Fe EOL
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471

Reported:
09/15/05 15:50

Notes and Definitions

DET Analyte DETECTED
ND Analyte NOT DETECTED at or above the reporting limit
NR Not Reported
dry Sample results reported on a dry weight basis
RPD Relative Percent Difference
LCS Laboratory Control Spike
MS Matrix Spike
Dup Duplicate

Report Approved By:

Raland K. Tuttle

Date:

9-18-05

Raland K. Tuttle, Lab Manager
Celey D. Keene, Lab Director, Org. Tech Director
Peggy Allen, QA Officer

Jeanne Mc Murrey, Inorg. Tech Director
LaTasha Cornish, Chemist
Sandra Sanchez, Lab Tech.

This material is intended only for the use of the individual (s) or entity to whom it is addressed, and may contain information that is privileged and confidential.

If you have received this material in error, please notify us immediately at 432-563-1800.

Environmental Lab of Texas

The results in this report apply to the samples analyzed in accordance with the samples received in the laboratory. This analytical report must be reproduced in its entirety, with written approval of Environmental Lab of Texas.

Page 6 of 6

Phone: 915-563-1800
Fax: 915-563-1713

CHAIN OF CUSTODY RECORD AND ANALYSIS REQUEST

EOC

Project Manager:

Roy Rascon

Project Name:

3: Vac Phillips B Santa Fe

Company Name

RICE Operating

Project #:

Company Address:

122 W. Taylor

Project Loc: "

City/State/Zip:

Hobbs, NM 88240

PO #:

Telephone No:

(505) 393-9174

Fax No:

(505) 397-1471

Sampler Signature:

Ray R. Latham

[illegible]

Environmental Lab of Texas

Variance / Corrective Action Report – Sample Log-In

Client: Rice Op.

Date/Time: 9/9/05 7:30

Order #: SI09002

Initials: UR

Sample Receipt Checklist

Temperature of container/cooler?	Yes	No	0.5	C
Shipping container/cooler in good condition?	Yes	No		
Custody Seals intact on shipping container/cooler?	Yes	No	Not present	
Custody Seals intact on sample bottles?	Yes	No	Not present	
Chain of custody present?	Yes	No		
Sample Instructions complete on Chain of Custody?	Yes	No		
Chain of Custody signed when relinquished and received?	Yes	No		
Chain of custody agrees with sample label(s)	Yes	No		
Container labels legible and intact?	Yes	No		
Sample Matrix and properties same as on chain of custody?	Yes	No		
Samples in proper container/bottle?	Yes	No		
Samples properly preserved?	Yes	No		
Sample bottles intact?	Yes	No		
Preservations documented on Chain of Custody?	Yes	No		
Containers documented on Chain of Custody?	Yes	No		
Sufficient sample amount for indicated test?	Yes	No		
All samples received within sufficient hold time?	Yes	No		
VOC samples have zero headspace?	Yes	No	Not Applicable	

Other observations:

Variance Documentation:

Contact Person: - _____ Date/Time: _____ Contacted by: _____

Regarding:

Corrective Action Taken:

RICE OPERATING COMPANY
122 WEST TAYLOR
HOBBS, NEW MEXICO 88240
PHONE: (505) 393-9174 FAX: (505) 397-1471
VOC FIELD TEST REPORT FORM
MINI RAE PLUS CLASSIC PHOTOIONIZATION GAS DETECTOR

MODEL NO: PGM 761S
CALIBRATION GAS
GAS COMPOSITION: ISOBUTYLENE
AIR
LOT NO: 04-2747
EXP. DATE: 8-1-06
METER READING
ACCURACY: 100.6

SERIAL NO: 104412

100 PPM

BALANCE

FILL DATE: 2-1-05

ACCURACY: +/- 2%

SYSTEM	JUNCTION	UNIT	SECTION	TOWNSHIP	RANGE
VAC	Phillips "B" Santa Fe EOL	0	30	17S	35E

Vertical @ Source Only

SAMPLE	PID RESULT	SAMPLE	PID RESULT
2'	0.0		
3'	0.0		
4'	0.0		
5'	0.0		
6'	0.0		

COPY

I certify that I have calibrated the above instrument in accordance to the manufacture operation manual.

Ray B. Raseon
Signature

9-6-05
Date