1R - 138

CLOSURE APPROVALS

YEAR(S):

APRIL 2007



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Serretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

April 20, 2007

Ms. Camille Reynolds Plains Pipeline, L.P. 3 112 W. Hwy 82 Lovington, NM 88260

RE: TNM 97-16 Release Site OCD FILE #1R-138

7 Miles Northeast of Jal, New Mexico

Dear Ms. Reynolds:

The New Mexico Oil Conservation Division (OCD) has reviewed Plains Pipeline, L.P. July 31, 2006 Final Site Closure Request of the above-referenced site located in the NE 1/4 NW 1/4 OF SECTION 12, TOWNSHIP 24 SOUTH, RANGE 37 EAST OF LEA COUNTY, NEW MEXICO. The closure request was prepared on behalf of Plains Pipeline, L.P. by NOVA Safety and Environmental. This document contains Plains Pipeline, L.P.'s summary of remediation efforts at the release site and includes analyticals and site photographs. Mr. Ed Martin of the OCD approved the revised remediation work plan on June 21, 2005. To date, Plains' efforts have resulted in BTEX and TPH blended soil concentrations being reduced below the NMOCD threshold. Groundwater closure was approved by the OCD in May 2003. It is the understanding of the OCD that the excavation site has now been properly lined and backfilled with blended soil and four monitoring wells are either plugged or soon to be plugged. Notwithstanding the conditions below, and subsequent to the plugging of the monitoring wells, no further action is required at this site.

NMOCD's approveal of this closure does not relieve Plains Pipeline, L.P. of liability in the future, should this site become potentially harmful to public health or the environment. Nor does it relieve Plains Petroleum, L.P. of its responsibility to comply with the rules and regulations of any other federal, state, county or local governmental agency.

NEW-MEXICO OIL CONSERVATION DIVISION

Ben Stone

Environmental Bureau

Cc: NMOCD Hobbs



July 31, 2006

Mr. Ben Stone New Mexico Oil Conservation Division Environmental Bureau 1220 South St. Francis Drive Santa Fe. New Mexico

Re: Plains Pipeline Final Site Closure Request

TNM 97-16 Release Site NMOCD Reference # 1R-0138

NE 1/4, NW 1/4 of Section 12, Township 24 South, Range 37 East

Lea County, New Mexico

Dear Mr. Stone:

Please find attached for your approval the Final Site Closure Request, dated July 2006, for the TNM 97-16 release site located in the NE ¼, NW ¼ of Section 12, Township 24 South, Range 37 East in Lea County, New Mexico. The Final Site Closure Request details activities conducted for soil remediation and closure of the site.

Should you have any questions or comments, please contact me at (505) 441-0965.

Sincerely.

Camille Reynolds

Remediation Coordinator
Plains All American Pipeline

Cc: Larry Johnson, NMOCD, Hobbs Office

Enclosure



FINAL SITE CLOSURE REQUEST

TNM 97-16

NE ¼, NW ¼ of Section 12, Township 24 South, Range 37 East Lea County, New Mexico Plains SRS Number TNM-97-16 NMOCD Reference#: 1R-0138

Prepared For:

PLAINS MARKETING, L.P.

333 Clay Street, Suite 1600

Houston, Texas 77002



Prepared By:

NOVA Safety and Environmental
2057 Commerce Street
Midland, Texas 79703

July 2006

Curt Stanley

Project Manager

Todd K. Choban, P.G.

Vice President Technical Services

TABLE OF CONTENTS

| 1.0 | INTRODUCTION AND SITE BACKGROUND | | | | |
|-------------------|------------------------------------|--|--|--|--|
| | | | | | |
| 2.0 | SUMMARY OF RECENT FIELD ACTIVITIES | | | | |
| 3.0 | SOIL AND SITE CLOSURE REQUEST | | | | |
| 4.0 | LIMITATIONS | | | | |
| 5.0 | DISTRIBUTION | | | | |
| EXCE | DEC | | | | |
| FIGURES Figure 1: | | Site Location Map | | | |
| Figure 2: | | Site Map | | | |
| J | | • | | | |
| APPE | NDICES | | | | |
| Appendix A: | | Photographs | | | |
| Appendix B: | | Release Notification and Corrective Action, Form C-141 | | | |

1.0 INTRODUCTION AND SITE BACKGROUND

NOVA Safety and Environment (NOVA) is pleased to submit this Final Site Closure Request to Plains Marketing, L.P. (Plains). The TNM 97-16 site is located approximately fourteen miles south of the town of Eunice, New Mexico in the NE ¼, NW ¼ of Section 12, Township 24 South, Range 37 East. For reference, a Site Location Map and Site Map are provided as Figures 1 and 2, respectively.

On July 30, 1997, Texas New Mexico Pipe Line Company (TNM) personnel (previous owner of the pipeline) discovered crude oil had been released from a 14-inch pipeline on property owned by Becky Jo Doom. An estimated 748 barrels of crude oil were released and an estimated 80 barrels were recovered during emergency response actions. The Release Notification and Corrective Action (Form C-141) is included as Appendix B.

Project management responsibilities for this site were transferred to NOVA as of May 29, 2004. NOVA is submitting this Final Site Closure Request to describe recent field activities and request final site closure as set forth by the State of New Mexico under NMAC Rule 19 standards. The regulatory basis for this Final Site Closure Request is NMAC Rule 19 and the New Mexico Oil Conservation Division (NMOCD) guidance document <u>Guidelines for Remediation of Leaks, Spills, and Releases</u>, (August 1993).

Documents previously submitted to the NMOCD are not included in this report. Please reference "The Subsurface Investigation Report", dated May 14, 1998, Work Plan dated October 29, 1998, "Additional Subsurface Investigation Report and Modified Stage II Abatement Plan", dated January 5, 2000, "Addendum to Addition Subsurface Investigation and Modified Stage II Abatement Plan", dated July 2004 and "Site Closure Request", dated April 2005, for this documentation.

2.0 SUMMARY OF RECENT FIELD ACTIVITIES

On June 21, 2005, Plains Marketing, L.P. received approval from the NMOCD to proceed with the field activities proposed in Site Closure Request dated April 2005. The field activities were approved with the stipulation that a reasonable effort would be made to blend soil located in treatment cell sections LF-102, LF-130 and LF-135 with soil from treatment cell sections with a lower Total Petroleum Hydrocarbon (TPH) concentration. For reference, a site map is included as Figure 2.

On April 27 through May 12, 2006, heavy equipment was mobilized to blend the soil located in the above referenced treatment cells and backfill the existing excavation. The approximately 13,370 cubic yards of remediated soil was placed in the excavation in approximate eighteen (18) inch lifts and compacted. When the soil required additional moisture for proper compaction, water was pumped from an onsite water well into the excavation. On completion of the backfilling activities, the site surface was graded to as close to the original topography as practical. Photographs of the excavation blending and backfilling activities are included as Appendix A. The excavation and former land farm area will be seeded with vegetation acceptable to the landowner in the fall of 2006, when weather conditions are more favorable for successful vegetation growth.

3.0 SOIL AND SITE CLOSURE REQUEST

Plains has completed the remediation of all soil issues at the site and NOVA recommends that Plains submit this report to the NMOCD and request the NMOCD approve final closure at the TNM 97-16 site. The water well located on the site will become the responsibility and liability of the landowner after the site has been successfully re-vegetated. On May 28, 2003, Plains received NMOCD approved closure of groundwater issues at the site.

4.0 LIMITATIONS

NOVA has prepared this Final Site Closure Request to the best of its ability. No other warranty, expressed or implied, is made or intended.

NOVA has examined and relied upon documents referenced in the report and has relied on oral statements made by certain individuals. NOVA has not conducted an independent examination of the facts contained in referenced materials and statements. We have presumed the genuineness of the documents and that the information provided in documents or statements is true and accurate. NOVA has prepared this report in a professional manner, using the degree of skill and care exercised by similar environmental consultants. NOVA also notes that the facts and conditions referenced in this report may change over time and the conclusions and recommendations set forth herein are applicable only to the facts and conditions as described at the time of this report.

This report has been prepared for the benefit of Plains Marketing, LP (Plains). The information contained in this report, including all exhibits and attachments, may not be used by any other party without the express consent of NOVA and/or Plains.

5.0 DISTRIBUTION

Copy 1: Ben Stone

New Mexico Energy, Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Copy 2: Paul Sheeley and Larry Johnson

New Mexico Energy, Minerals and Natural Resources

Oil Conservation Division, District 1

1625 North French Drive Hobbs, New Mexico 88240

Copy 3: Jeff Dann

Plains Marketing, LP 333 Clay Street

Suite 600

Houston, Texas 77002 jpdann@paalp.com

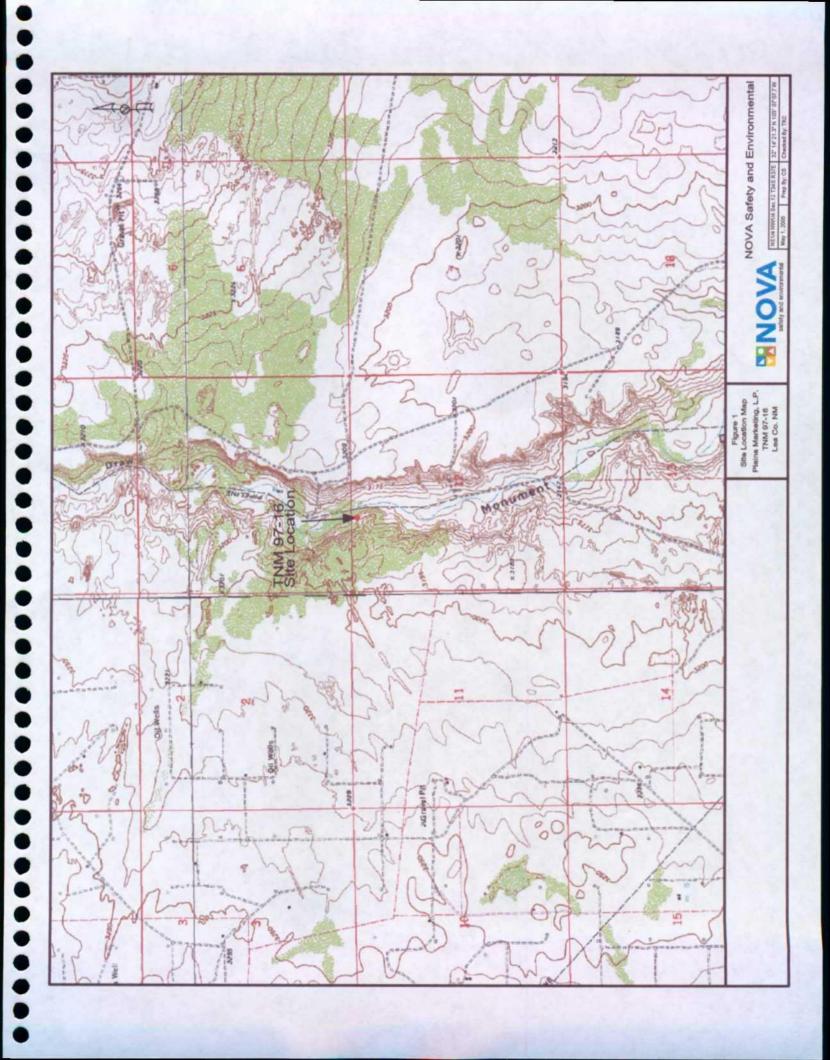
Copy 4: Camille Reynolds

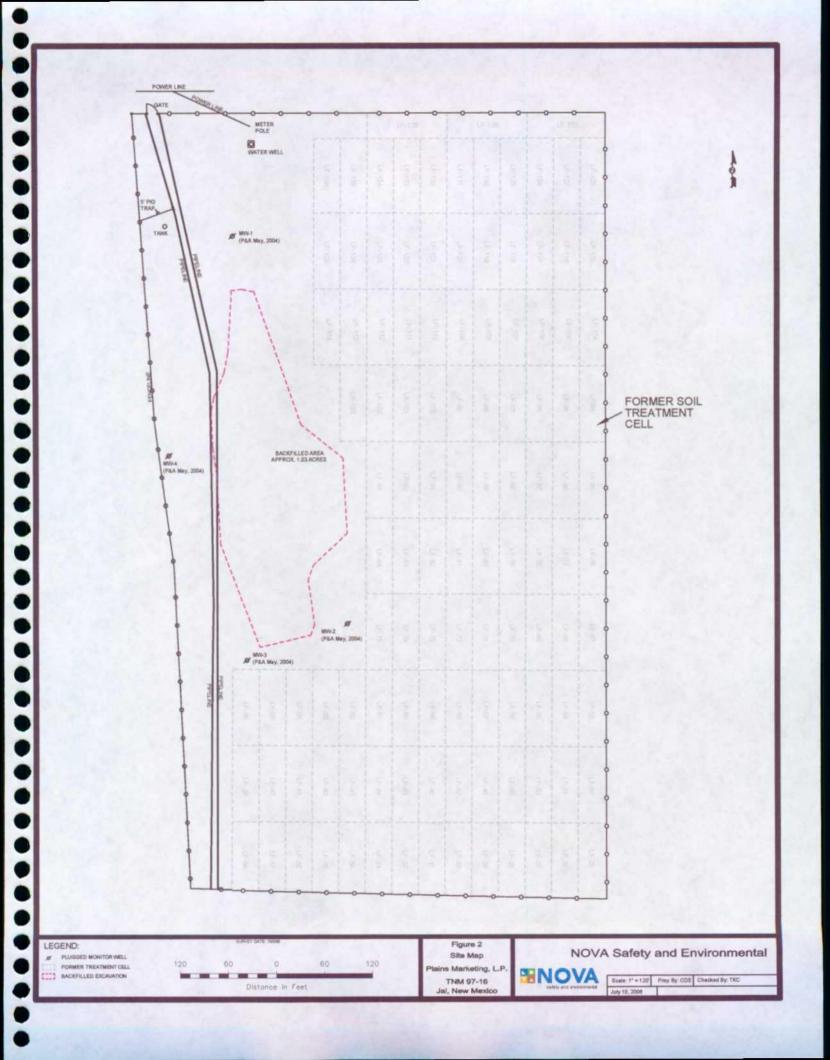
Plains Marketing, LP 3112 Highway 82 Lovington, NM

cjreynolds@paalp.com

Copy 5: NOVA Safety and Environmental

2057 Commerce Street Midland, Texas 79703 cstanley@novatraining.cc Figures





Appendices

Appendix A Photographs



Looking South toward TNM 97-16 excavation, backfilling in progress



Looking Northeast from excavation toward on-site treatment cell, blending in progress



Looking South toward backfilled TNM 97-16 excavation located in photo center



Looking East toward former on-site treatment cell

Appendix B
Notification of Release and Corrective
Action (Form C-141)

O. Box 1980 be. NM 88241-1980 terict 11 - (505) 748-1283 South First cris. NM 88210 <u>(rkst 71] - (505) 334-6178</u>

DIRECTOR TACAL TAXONEO Energy Minerals and Natural Resources Department Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

(505) 827-7131

rorm C- 141 Originaled 2/13/97

Submit 2 capies to Appropriate District Office in accordance with Rule 116 on back mids of form

O Rio States Read c. NM 87410 rict TV - (505) 827-7131

| Release Notification and Corrective Action | | | | | |
|--|----------------------------------|-----------------------------|--|--|--|
| OI OI | PERATOR | Sakial Report - Final Repor | | | |
| Texas-New Mexico Pipe Line Company | Contact Edwin H. Gripp | | | | |
| Box 60028, San Angelo, TX 76905 | Telephane No. (915) 947-9000 | | | | |
| ally Nema | Facility Type | | | | |
| Jacremon Get to gal manite | e pige line | / | | | |
| Stage Owner Mineral Owner | <u> </u> | Lease No. | | | |
| Berking Go Wooner | | | | | |
| LOCATION OF RELEASE Letter Semion Township Range Feet from the North-South Line Rost from the Sant-West Line County | | | | | |
| 12 24S 37E | | dea | | | |
| NATURE OF RELEASE | | | | | |
| pe of Release | Volume of Release | Volume Recognized | | | |
| Down Crude | 748 Garral | | | | |
| Lif" main line | 120 | Date and House of Discovery | | | |
| Immediate Notice Given? We No No Noc Required | If YES, To Whom? | 7-30-97 3:30 PM | | | |
| Whent | Date and Hope | | | | |
| Johnson W. Chagman | 1 0 | 1:20 RM. | | | |
| My a Watercoung/Reserved? Yes X No | If YES, Volume Impacting the | | | | |
| Watercourse was Imperiad, Describe Fully:* | | | | | |
| • | | | | | |
| • | | | | | |
| Jesenbe Cause of Problem and Remedial Action Takan,* | | | | | |
| Internal Corresion. Leah successfully clamped off. | | | | | |
| Internal Courses. Open to | | | | | |
| | | | | | |
| Sescribe Area Afforced and Cleanup Action Tulum." | | | | | |
| 5,000 sq ft pasture land. | | | | | |
| lie soahed area wie be excavated. | | | | | |
| Sescribe Canaral Conditions Prevailing (Temperature, Predipitation, etc.)." | | | | | |
| 95° clear | | | | | |
| proby certify that the information given above is true and complete to the best of the foreledge and belief. | OIL CONFER | OIL CONFERVATION DIVISION | | | |
| nnted Names Edwin H. Gripp | Approved by District Supervisor: | | | | |
| Ge District Manager | Approval Date | Supiration Date: | | | |
| 8-12-97 Phones 915-947-9001 | Conditions of Approval: | Attached. | | | |

8-12-97 Aluch Additional Sheets If Necessary

State Corp. Correntssion Pipe Line Division

Hazardous Waste Section NM Environmental Improvement Div.

●TNM-91-16 JWC JAS

Final Site Closure Request



TNM 97-16

LEA COUNTY, NEW MEXICO SRS # TNM 97-16 NMOCD REF 1R-0138