

1R - 444

GENERAL CORRESPONDENCE

YEAR(S):

2004 - 2005

Price, Wayne, EMNRD

From: Price, Wayne, EMNRD **Sent:** Thu 8/4/2005 4:29 PM
To: cwwr@dynegy.com
Cc: Sanchez, Daniel J., EMNRD; Williams, Chris, EMNRD; Anderson, Roger, EMNRD; Sheeley, Paul, EMNRD; Johnson, Larry, EMNRD
Subject: Dynegy Projects
Attachments:

Dear Mr. Wrangham:

Re: Site #1 Station #144-A OCD Case# 1R0442
Site #2 Station #144-B OCD Case# 1R0443
Site #5 Gutman 24" OCD Case# 1R0444
Site #6 Vivan Battery OCD Case# 1R0445
Site #7 Station 60 (8") OCD Case# 1R0446
Site #9 Graham 8"-A OCD Case# 1R0447
Site #20 Hugh 24" OCD Case# 1R0448
Site #57 Rattlesnake OCD Case# 1R0450
Site #64 Hinton"14" #8 OCD Case# 1R0451

OCD has received the final closure reports and work plans for the above listed sites and hereby approves. Please provide OCD a photo of each closed site with a Lat/Long reading taken from the approximate center of the site. Once OCD receives this information we will issue a "No further Action Required".

Please be advised that NMOCD approval of this plan does not relieve (Dynegy) of liability should their operations fail to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD approval does not relieve (Dynegy) of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Wayne Price-Senior Environmental Engr.
Oil Conservation Division
1220 S. Saint Francis
Santa Fe, NM 87505
E-mail wayne.price@state.nm.us
Tele: 505-476-3487
Fax: 505-4763462

Dynergy Midstream Services, L. P.
Eunice Plant Gathering System
Closure Documentation Request Status as of July 12, 2005

Request Closure for Sites: 01, 02, 20, 05, 55, 06, 57, 64, 09, and 07.

Site No.	Name	Location	Action	Status
None	Hugh (Remediated)	NE/NW, Sec. 14, T22S, R37E	Completed	Completed
0-0100-01	Station #144-A	SE/NW, Sec. 1, T22S, R37E	Closure denied 8/11/04	Final report submitted requesting closure to NMOCD 12/10/04
0-0100-02	Station #144-B	SE/NW, Sec. 1, T22S, R37E	Further action complete.	Closure Approved 8/12/04
0-0100-50	Paddock "B"	NW/SE, Sec. 1, T22S, R37E	Report to NMOCD 1/23/04	Closure Approved 10/5/04
0-0100-49	Paddock "A"	NW/SE, Sec. 1, T22S, R37E	Report to NMOCD 1/23/04	Site Closed
0-0100-08	Station 55 (6")	NW/SE, Sec. 12, T22S, R37E	Report to NMOCD 12/10/04	Final report submitted requesting closure to NMOCD 12/10/04
0-0100-20	Hugh 24"	NE/NW, Sec. 14, T22S, R37E	Closure denied 8/12/04 Further action complete	Final report submitted requesting closure to NMOCD 5/10/05
0-0100-05	Gulman 24"	NE/SE, Sec. 24, T22S, R37E	Report to NMOCD 1/23/04	Closure Approved 10/20/04
0-0100-56	Flour 8"	SE/SW, Sec. 35, T22S, R37E	Report to NMOCD 10/28/04	Final report submitted requesting closure to NMOCD 10/28/04
0-0100-55	Muncy	SE/NE, Sec. 19, T22S, R38E	Report to NMOCD 2/2/04	Closure Approved 8/12/04
0-0100-03	Kennann Twin 8's	NW/SE, Sec. 30, T22S, R38E	Report to NMOCD 2/2/04	Closure Approved 8/12/04
0-0100-21	N. Vivian 13"	NE/NW, Sec. 30, T22S, R38E	Report to NMOCD 2/2/04	Final report submitted requesting closure to NMOCD 2/2/04
0-0100-06	Vivian Battery	SE/NE, Sec. 30, T22S, R38E	No evidence of leak; not Dynergy line	-----
0-0100-57	Rattlesnake Draw	SE/NE, Sec. 11, T23S, R37E	Closure denied 8/12/04 Further action complete	Final report submitted requesting closure to NMOCD 1/25/05
0-0100-52	Hinton "B"	NE/SE, Sec. 12, T22S, R37E	Report to NMOCD 1/23/04	Closure Approved 8/12/04
0-0100-51	Hinton "A"	NE/SE, Sec. 12, T22S, R37E	Report to NMOCD 1/23/04	Closure Approved 10/8/04
0-0100-53	Turner Road Crossing	SE/SE, Sec. 20, T21S, R37E	Report to NMOCD 1/23/04	Closure Approved 8/12/04
0-0100-09	Graham 8" - A	SW/SW, Sec. 30, T21S, R37E	Report to NMOCD 11/21/03	Final report submitted requesting closure to NMOCD 11/21/03
0-0100-28	Graham 8" - B	SW/SW, Sec. 30, T21S, R37E	Report to NMOCD 12/10/03	Closure Approved 8/10/04
0-0100-58	Graham 8" - C	NE/NW, Sec. 30, T21S, R37E	Report to NMOCD 1/14/04	Closure Approved 8/12/04
0-0100-07	Station 60 (8")	SE/SW, Sec. 29, T21S, R37E	Report to NMOCD 8/18/04	Final report submitted requesting closure to NMOCD 8/18/04
0-0100-42	Kennann D. C. Hardy	SE/SE, Sec. 20, T21S, R37E	Report to DeLuca (only) 8/20/04	-----
0-0100-64	Hinton "14" #8	NW/SE, Sec. 20, T21S, R37E	Report to NMOCD 9/8/04	Final report submitted requesting closure to NMOCD 9/8/04

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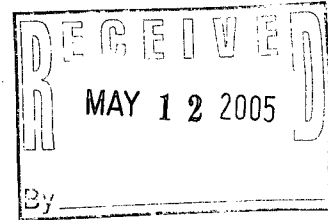
Wayne -

Site #5

Report submitted January 30th 2004

Denial recieved August 12, 2005

Dynegy did further work/testing and
submitted another report May 10, 2005



May 10, 2005

Mr. Paul Sheeley
Oil Conservation Division – District 1
New Mexico Energy, Minerals and Natural Resources Department
1625 North French Drive
Hobbs, New Mexico 88240

**Re: Final Pipeline Spill Investigation Report, Dynegy Midstream Services, L.P.,
Unit Letter I (NE/4, SE/4), Section 24, Township 22 South, Range 37 East,
Lea County, New Mexico**

Dear Mr. Sheeley:

Please find enclosed a copy of the above-referenced report. The report is submitted on behalf of Dynegy Midstream Services, L. P., and presents the final results of spill remediation conducted by Larson and Associates, Inc. Please call Cal Wrangham at (432) 688-0555 or myself at (432) 687-0901 if you have questions.

Sincerely,
Larson and Associates, Inc.

A handwritten signature in cursive script that reads "Cindy K. Crain".

Cindy K. Crain, P.G.
Project Manager

cc: James Lingnau
Cal Wrangham
Roger Holland
Brad Deluca



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 12, 2004

Dynegy Midstream Services, L. P. Permian Basin Region, (Dynegy)
Attn: Cal Wrangham
6 Desta Drive, Suite 3300
Midland, TX 79705

Re: **Site # 05, Pipeline Spill Remediation Closure Denial**
UL-I, Sec.24, T22S-R37E, Dated: January 30, 2003, Larson & Associates, Inc.

Dear Mr. Wrangham,

The New Mexico Oil Conservation Division (OCD) has reviewed the closure proposal submitted for Dynegy, by Larson & Associates, and referenced above. **OCD hereby denies** the proposal according to the information provided. The "Ranking Criteria" is 10 because groundwater is 54-69 ft. in that section.

If you have any questions or need any assistance call: (505) 393-6161 x113 or email: psheeley@state.nm.us

Sincerely,

Paul Sheeley-Environmental Engineer

Cc: Roger Anderson - Environmental Bureau Chief
Chris Williams - District I Supervisor
William Olson - OCD Hydrologist
Larry Johnson - Environmental Engineer
Cindy Crane - Larson & Associates, Inc.
Dave Harris - Dynegy

January 30, 2004


Mr. Paul Sheeley
Oil Conservation Division – District 1
New Mexico Energy, Minerals and Natural Resources Department
1625 North French Drive
Hobbs, New Mexico 88240

**Re: Final Pipeline Spill Investigation Report, Dynegy Midstream Services, L.P.,
Unit Letter I (NE/4, SE/4), Section 24, Township 22 South, Range 37 East,
Lea County, New Mexico**

Dear Mr. Sheeley:

Please find enclosed a copy of the above-referenced report. The report is submitted on behalf of Dynegy Midstream Services, L. P., and presents the final results of spill remediation conducted by Larson and Associates, Inc. Please call Dave Harris at (505) 394-2534 or myself at (432) 687-0901 if you have questions.

Sincerely,
Larson and Associates, Inc.



Cindy K. Crain, CPG

cc: Dave Harris – Dynegy
Cal Wrangham - Dynegy
Roger Holland - Dynegy