1R-463

GENERAL CORRESPONDENCE

YEAR(S): 2006-2005



4800 Sugar Grove Blvd. Suite 420 Stafford, TX 77477

Phone 281.240.5200 Fax 281.240.5201 www.premiercorp-usa.com

May 11, 2006

Mr. Ed Martin New Mexico Oil Conservation Division Environmental Bureau 1220 South St. Francis Drive Santa Fe, NM 87505

Re:

Remediation Plan D. S. Hugh Site

ULA, Section 26, Township 21 South, Range 37 East

Lea County, New Mexico NMOCD File Number 1R-0463 Plains EMS No. 2000-10807 Premier Project No.205071.00

Dear Mr. Martin:

Please find enclosed the Remediation Plan for the D.S. Hugh Site in Lea County, New Mexico. This Remediation Plan addresses the requested information in your letter dated April 6th 2006 to Mr. Daniel Bryant with Plains Marketing L.P., regarding the 2005 Annual Report for this site.

This Remediation Plan also details the activities that were discussed in the field during your meeting with Mr. Bryant and Mr. Will Murley (Premier Environmental Services, Inc.) on April 26th, 2006.

Upon your review of this document, should you have any questions or concerns, please feel free to call me at (281) 240-5200 extension 203 or email me at cpatel@premiercorp-usa.com.

Sincerely,

Chan Patel

Senior Project Manager

CC:

Larry Johnson, New Mexico Oil Conservation Division Jeff Dann, Plains Marketing L.P. – Houston Office Daniel Bryant, Plains Marketing L.P. – Midland Office Will Murley, Premier Environmental Services, Inc. – Midland Office



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

April 27, 2006

Mr. Daniel Bryant Plains Marketing, L.P. P.O. Box 3371 Midland, TX 79702

Dear Mr. Bryant:

Per our discussions on April 26, 2006, work plans are to be submitted on the following sites:

Delrose Scott Hugh Site 1R-0463 Vacuum to Jal 14" Mainline #3 Site 1R-0455 Vacuum to Jal 14" Mainline #5 Site 1R-0464

These work plans will detail the activities we discussed during our visits to the sites. They need not be elaborate, but should adequately describe the remediation of the soil and protection of the groundwater at the sites. Please have these prepared as soon as possible, so that work may begin quickly.

If you have any questions, contact me at (505) 476-3492 or ed.martin@state.nm.us

NEW MEXICO OIL CONSERVATION DIVISION

Edwin E. Martin

Environmental Bureau

If Martin

Copy: NMOCD, Hobbs

Will Murley, Premier Chan Patel, Premier



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Director

Oil Conservation Division

April 6, 2006

Mr. Daniel Bryant Plains Marketing, L.P. P.O. Box 3371 Midland, TX 79702

RE:

2005 Annual Report Delrose Scott Hugh Site

Plains EMS Number: 2000-10807 NMOCD File Number 1R-0463

UL-A, Section 26, Township 21 South, Range 37 East

Lea County, New Mexico

Dear Mr. Bryant:

The New Mexico Oil Conservation Division (NMOCD) has received and reviewed the above report. We find that additional information is required by us to properly evaluate the report. This information includes, but is not limited to, the following:

- 1. Extent of the current excavation, including total volume of soil removed and currently stockpiled on-site.
- 2. A form C-141 detailing the original release.
- 3. A plan of action for the remainder of the contaminated soil at the site.
- 4. Plains' plans for further delineation at the site.

The NMOCD understands that a work plan is in process that may provide further information as to what Plains intends to do at this site. This work plan is to be submitted to the NMOCD by May 31, 2006.

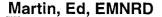
If you have any questions, contact me at (505) 476-3492 or ed.martin@state.nm.us

NEW MEXICO OIL CONSERVATION DIVISION

Edwin E. Martin

Environmental Bureau

I Martin



From: Sent: Daniel M Bryant [dmbryant@paalp.com] Tuesday, December 20, 2005 3:51 PM

To:

Martin, Ed, EMNRD; Caperton, Patricia, EMNRD

Subject:

GW impacted site

1R-463

Ed and Pat,

As per our discussion on 12/19/05, Plains has discovered impact to groundwater at a release located in the SW/4 of S26, T21S, R37E, which occurred on 11/10/2000 on a 4" steel pipeline. During the installation of a monitoring well at the site location, a small amount of PSH was noticed on the drill tool at the groundwater interface and the water appeared to have a slight sheen of PSH. It is anticipated that the PSH impact is minimal and that this well will only have a small amount of measurable product after it has been properly developed. 2 additional monitoring wells were installed at the site during this drilling event but did not have any noticeable PSH before the wells were developed.

The landowner is Del Rose Scott and notification has been made to Gary Scott regarding the discovered impact.

The Plains site name is DS 4" Hugh Gathering and the Plains reference leak number is 2000-10807.

If you need any additional information just let me know. Thanks for your time.

Daniel Bryant E & RC Specialist Plains All American Pipeline

Office: 432/686-1769
Cellular: 432/557-5865
E-mail: dmbryant@paalp.com

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