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APPROVALS

YEAR(S):

1998



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

July 20, 1998

CERTIFIED MAIL RETURN RECEIPT NO. Z-235-437-317

Ms. Kathy Juckes PNM Gas Services P.O. Box 4750 Farmington, NM 87499

RE: FINAL SAN JUAN BASIN PIT CLOSURE REPORTS

Dear Ms. Juckes:

The New Mexico Oil Conservation Division (OCD) has completed a review of PNM Gas Services' (PNM) April 29, 1998 "OCD PIT CLOSURE REPORTS, 1ST REPORTING QUARTER 1998". This document contains "PIT REMEDIATION AND CLOSURE REPORTS" for 7 unlined pits in the San Juan Basin of Northwestern New Mexico.

Following is the OCD's review of the above referenced document:

A. The pit closure/soil remediation activities conducted at the sites below are approved.

1.	Breech B #217 Drip (Drip pit)	Unit D, Sec. 14, T26N, R07W
2.	Breech D #640 (Separator pit)	Unit A, Sec. 11, T26N, R06W
3.	Breech F #545 (Dehy pit)	Unit M, Sec. 35, T27N, R06W
4.	Cozzens B#1 (Dehy pit)	Unit L, Sec. 19, T29N, R11W
5.	Mangum #5E (Unknown pit)	Unit G, Sec. 29, T29N, R11W
6.	Sammons #2 (Separator pit)	Unit G, Sec. 32, T30N, R12W

Please be advised that OCD approval does not relieve PNM of liability if remaining contaminants are found to pose a future threat to surface water, ground water, human health or the environment. In addition, OCD approval does not relieve PNM of responsibility for compliance with any other federal, state, tribal or local laws and regulations.

B. The final pit remedial contaminant levels at the site listed below are well in excess of the OCD's recommended remediation levels. Due to the location of the site, the magnitude of the contamination and the potential for shallow ground water contamination the OCD cannot

Ms. Kathy Juckes July 20, 1998 Page 2

issue final closure approval and approval of closure actions at this site is **denied**. The OCD requires that PNM address the extent of the remaining contamination at this site and potential impacts on groundwater.

1. Sammons #2E (Separator pit)

Unit I, Sec. 32, T30N, R12W.

If you have any questions, please call me at (505) 827-7154.

Sincerely,

William C. Olson

Hydrologist

Environmental Bureau

xc: Denny Foust, OCD Aztec District Office

Bill Liess, BLM Farmington District Office

Pat Hester, BLM Albuquerque Office

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

March 3, 1998

CERTIFIED MAIL RETURN RECEIPT NO. Z-235-437-239

Ms. Maureen Gannon
PNM
Alvarado Square, MS 0408
Albuquerque, New Mexico 87158

RE: GROUND WATER CONTAMINATION

COZZENS B#1 WELL SITE

Dear Ms. Gannon:

The New Mexico Oil Conservation Division (OCD) has recently reviewed Public Service Company of New Mexico's (PNM) November 12, 1997 "LATEST DEVELOPMENTS AT THE COZZENS B1 WELL SITE". This document contains a summary of PNM's investigation and remediation of soil and ground water contamination at PNM's Cozzens B#1 well site. The document also recommends installation and monitoring of an additional monitor well at the site pursuant to PNM's ground water management plan.

The above referenced recommendations are approved.

Please be advised that OCD approval does not relieve PNM of liability if the work plan fails to adequately monitor contamination related to PNM's activities. In addition, OCD approval does not relieve PNM of responsibility for compliance with any other federal, state, local or tribal laws and regulations.

If you have any questions, please call me at (505) 827-7154.

Sincerely,

William C. Olson Hydrogeologist

Environmental Bureau

xc: Denny Foust, OCD Aztec District Office