

1R - 425-11

APPROVALS

YEAR(S):

2012

Hansen, Edward J., EMNRD

From: Hansen, Edward J., EMNRD
Sent: Wednesday, April 18, 2012 4:11 PM
To: 'Hack Conder'
Cc: Leking, Geoffrey R, EMNRD; 'Katie Jones'; 'Laura Pena'; 'Scott Curtis'
Subject: Remediation Plan (1R425-11) Termination - ROC Vacuum Jct K-30 Site

**RE: Termination Request
for the Rice Operating Company's
Vacuum Jct K-30 Site
Unit Letter K, Section 30, T17S, R35E, NMPM, Lea County, New Mexico
Remediation Plan (1R425-11) 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 4, 2012 (received April 9, 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 (1R425-11) 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 4, 2012

RECEIVED

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

APR - 5 2012

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

RE: Termination Request
Vacuum Jct. K-30 (1R425-11): UL/K, 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 K-30 junction box as part of the system abandonment. The site is located in UL/K, Sec. 30, T17S, R35E. NM OSE records indicate that groundwater would likely be encountered at a depth of approximately 96 +/- feet. The site was delineated using a backhoe to collect soil samples at regular intervals, creating an 8x3x7-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 7-ft sample was sent to a commercial laboratory for analysis of chloride and TPH, resulting in a chloride concentration of 139 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 11/23/2005, 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", written in a cursive style.

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 | | |
|------------|-----------|------|---------|----------|-------|--------|----------------------------|-------|-------|
| | | | | | | | Length | Width | Depth |
| Vacuum | jct. K-30 | K | 30 | 17S | 35E | Lea | no box--System abandonment | | |

LAND TYPE: BLM _____ STATE _____ FEE LANDOWNER Pearce Trust OTHER _____

Depth to Groundwater 96 feet NMOCD SITE ASSESSMENT RANKING SCORE: 10

Date Started 9/7/2005 Date Completed 11/23/2005 NMOCD Witness no

Soil Excavated 6 cubic yards Excavation Length 8 Width 3 Depth 7 feet

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

FINAL ANALYTICAL RESULTS: Sample Date 9/7/2005 Sample Depth 7 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 @ 7 ft BGS | 0.0 | <10.0 | <10.0 | 139 |

| LOCATION | DEPTH (ft) | ppm |
|---|------------|-----|
| vertical delineation trench at junction | 2 | 187 |
| | 3 | 121 |
| | 4 | 104 |
| | 5 | 111 |
| | 6 | 131 |
| | 7 | 182 |

General Description of Remedial Action:

This junction box was addressed as

part of the Vacuum SWD System abandonment. After removal of the box materials, a delineation trench was made at the former junction site using a backhoe while soil samples were collected 2-7 ft BGS. Chloride field tests were conducted on the samples and exhibited very low concentrations similar to background level. PID screenings were also performed on each sample and VOC concentrations were also considerably low. A grab sample at 7 ft BGS was analyzed at a laboratory for confirmation of field tests. TPH was 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 surrounded 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 System is no longer active, a new junction box is not required.

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 12/13/2005 TITLE Project Scientist

Vacuum jct. K-30

Unit 'K', Sec. 30, R17S, R35E



undisturbed junction box

6/1/2005



box removed

7/12/2005



delineation trench before backfilling

11/21/2005



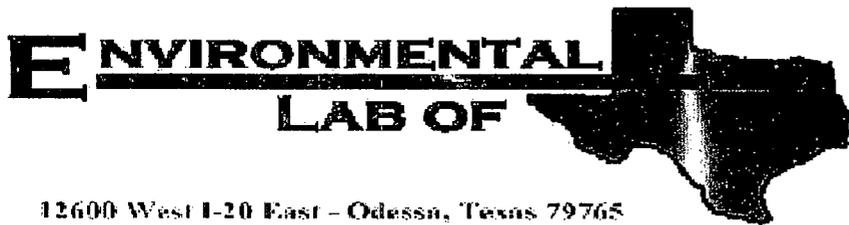
backfilling and compacting

11/21/2005



seeding

11/23/2005



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: Vacuum Jct. K-30
Project Number: None Given
Location: None Given

Lab Order Number: 5I09005

Report Date: 09/19/05

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

Project: Vacuum Jct. K-30
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/19/05 10:20

ANALYTICAL REPORT FOR SAMPLES

| Sample ID | Laboratory ID | Matrix | Date Sampled | Date Received |
|-----------|---------------|--------|----------------|----------------|
| Vert.@ 7' | 5I09005-01 | Soil | 09/07/05 14:48 | 09/09/05 07:30 |

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

Project: Vacuum Jct. K-30
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/19/05 10:20

Organics by GC
Environmental Lab of Texas

| Analyte | Result | Reporting Limit | Units | Dilution | Batch | Prepared | Analyzed | Method | Notes |
|--------------------------------------|--------|--------------------|---------------|----------|---------|----------|----------|-----------|-------|
| Vert.@ 7' (5I09005-01) Soil | | | | | | | | | |
| Gasoline Range Organics C6-C12 | ND | 10.0 | mg/kg dry | 1 | EI50912 | 09/09/05 | 09/11/05 | EPA 8015M | |
| Diesel Range Organics >C12-C35 | ND | 10.0 | " | " | " | " | " | " | |
| Total Hydrocarbon C6-C35 | ND | 10.0 | " | " | " | " | " | " | |
| <i>Surrogate: 1-Chlorooctane</i> | | <i>91.4 %</i> | <i>70-130</i> | | " | " | " | " | |
| <i>Surrogate: 1-Chlorooctadecane</i> | | <i>81.8 %</i> | <i>70-130</i> | | " | " | " | " | |

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

Project: Vacuum Jct. K-30
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/19/05 10:20

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

| Analyte | Result | Reporting Limit | Units | Dilution | Batch | Prepared | Analyzed | Method | Notes |
|------------------------------------|--------|--------------------|-------|----------|---------|----------|----------|---------------|-------|
| Vert.@ 7' (5I09005-01) Soil | | | | | | | | | |
| Chloride | 139 | 5.00 | mg/kg | 10 | EI51507 | 09/14/05 | 09/14/05 | EPA 300.0 | |
| % Moisture | 9.9 | 0.1 | % | 1 | EI51214 | 09/09/05 | 09/13/05 | % calculation | |

Rice Operating Co.
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Reported:
09/19/05 10:20

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: 5I09001-01 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: 5I09001-01 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: Vacuum Jct. K-30
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/19/05 10:20

**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

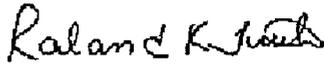
Project: Vacuum Jct. K-30
Project Number: None Given
Project Manager: Roy Rascon

Fax: (505) 397-1471
Reported:
09/19/05 10:20

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:



Date:

9/19/05

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

12600 West I-20 East - Odessa, Texas 79705 - (432) 563-1800 - Fax (432) 563-1713

**Environmental Lab of Texas
Variance / Corrective Action Report – Sample Log-In**

Client: Rice Op.

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

Order #: SI09005

Initials: UK

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:

