

1R - 428-46

WORKPLANS

Date:

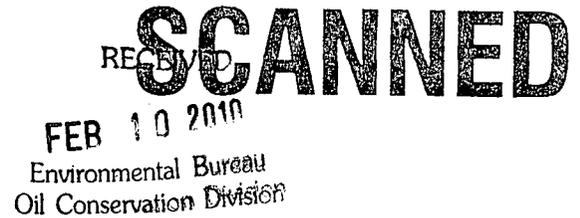
2-8-10

R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW ▲ Suite F-142 ▲ Albuquerque, NM 87104 ▲ 505.266.5004 ▲ Fax: 505.266.0745

February 8, 2010

Mr. Edward J. Hansen
New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505



RE: **Hobbs SWD System F-24-3 Vent Site: T-18-S, R-37-E, Section 24, Unit F,
Initial Characterization Report and Corrective Action Plan
NMOCD CASE #: 1R428-46**

Mr. Hansen:

On behalf of Rice Operating Company (ROC), R.T. Hicks Consultants, Ltd. is submitting this Initial Characterization Report (ICR) and Corrective Action Plan (CAP) for the Hobbs F-24-3 Vent Site regulatory file. The investigation conducted demonstrates that neither chloride nor hydrocarbons are present in the vadose zone in quantities that represent a threat to ground water quality.

Background

The Hobbs F-24-3 Vent site is located northwest of the city of Hobbs at T-18-S, R-37-E, Section 24, in Unit F. The pipeline and original equipment were abandoned prior to 2002. The Investigation Characterization Plan (ICP), dated February 19, 2009 and approved by the NMOCD on April 22, 2009, is provided as Attachment A to this letter. The ICP includes background information and a site vicinity map for this and five other nearby ROC sites.

Field Program

Hicks Consultants supervised a deep soil sampling program to characterize possible hydrocarbon and chloride impact due to past activities. On September 23, 2009, soil boring No. 1 (SB-1) was drilled adjacent to the east side of the concrete junction box to evaluate the deep soil directly below the former ROC equipment. Figure 1 is a map that demonstrates the original junction box and SB-1 locations as determined using a Trimble model GEO-XH GPS that is accurate to within 0.5 ft.

Soil samples were collected and field screened by ROC for hydrocarbons and chloride concentrations. Figure 2 is a site map depicting the location of SB-1, the surrounding area, and all the soil sample field screening and laboratory verification results. The highest photo-ionic detector (PID) reading encountered in the soil boring was 4.5 ppm at 10 feet below the surface. The highest field titration chloride concentrations encountered in the soil boring was approximately 150 mg/kg at 5, 10, 15, and 25 feet below the surface, which corresponds to a laboratory concentration of <16 mg/kg. These field test results indicate that regulated hydrocarbons and chlorides are not present in the soil at concentrations that represent a threat to fresh water, human health, or the environment. Attachment B provides a soil lithology log including the field

February 8, 2010

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hydrocarbon and chloride screening data. Attachment C provides the laboratory report and chain of custody for verification of the September 23, 2009 field data.

Recommendations

We recommend surface restoration at the site, with work including:

- Removal of cement box, plumbing, and large rocks,
- Scraping down the site to match surrounding contours,
- Backfilling the site with clean topsoil,
- Seeding the area with native seed mixes.

Once these activities are completed and documented, a termination of the regulatory file will be requested.

Please contact Hack Conder of ROC at 575-393-9174 if you have any questions concerning this submission. Thank you for your time and consideration.

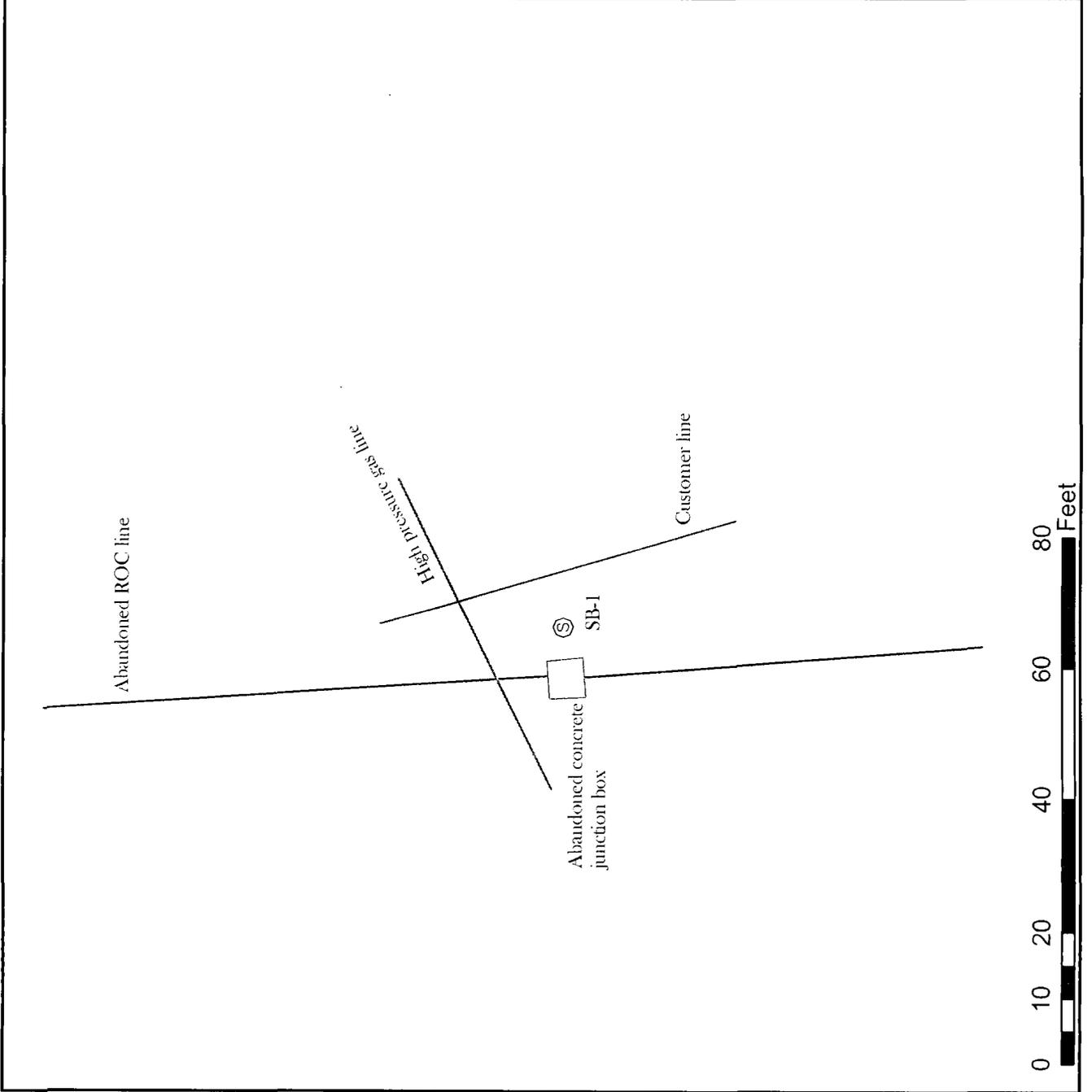
Sincerely,
R.T Hicks Consultants, Ltd.



Dale T Littlejohn
Geologist

Copy: Hack Conder, ROC

Soil Bore Location



122 W. Taylor
Hobbs, NM 88240
Phone (575) 593-9174
Fax (575) 597-1471

Hobbs F-24-3 vent

Legals: UL/F sec. 24 T18S R37E
NMOCD Case #: 1R428-46
Consultant: R.T. Hicks

SB-1
32°44'6.846"N
103°12'25.644"W

Drawing date: 10-9-09
Revision date:
Drafted by: Lara Weinheimer

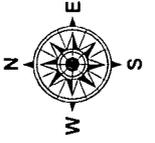
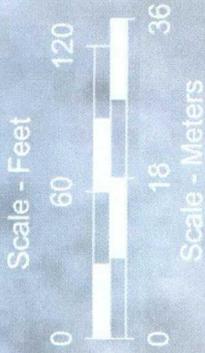


Figure 1



Abandoned ROC Pipeline

High Pressure Gas Pipeline

Buried Pipeline

Abandoned
Concrete
Junction Box

SB-1

Field Results: B-1 September 23, 2009		
Depth (ft)	PID (ppm)	Chloride (mg/kg)
5	1.2	151
10	4.5	149
15	2.1	152
20	1.2	119
25	0.2	150

Laboratory Verification Sample Results (September 23, 2009)			
Boring	Depth (ft)	GRO (mg/kg)	Chloride (mg/kg)
B-1	10	<10	1,080
B-1	25	<10	16.9

Figure 2
Characterization Results
Rice Operating Company
Hobbs F-24-3 Vent
T-18-S R-37-E Sec. 24 (F)
Lea County, New Mexico

ATTACHMENT A
Investigation Characterization Plan
Submitted on February 19, 2009

R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW ▲ Suite F-142 ▲ Albuquerque, NM 87104 ▲ 505.266.5004 ▲ Fax: 505.266-0745

February 19, 2009

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

RE: Investigation & Characterization Plan
Hobbs Salt Water Disposal System:
Jct. A-6, F-24-3 Vent, F-25 EOL, G-9 Vent, Jct. A-25, Jct. F-24-1
T18S, R37E, Sections 24 & 25, and T19S, R38E Sections 6 & 9

Dear Mr. Jones:

On behalf of Rice Operating Company (ROC), R.T. Hicks Consultants, Ltd. is pleased to submit this Investigation & Characterization Plan (ICP) for the six (6) junction box and vent sites within the Hobbs Salt Water Disposal System referenced above. Plate 1 is a map showing the sites relative to major roads in the area. Plate 2 shows the sites, nearby USGS monitoring wells, and a regional potentiometric surface map.

The work elements proposed below will allow us to characterize these sites and develop an appropriate corrective action plan.

1. ROC will identify and document the location of all current and historic equipment and pipelines associated with each site.
2. ROC will use a backhoe with a 12-foot vertical reach to install a series of sampling trenches in order to recover soil samples and delineate the lateral extent (and potentially the vertical extent) of impacted soil.
3. If characterization by the backhoe is insufficient to define the extent and magnitude of past releases, ROC and Hicks Consultants will use a drilling rig to install one soil boring at the center of the source area to delineate the vertical extent of chloride in the soil.
4. Soil samples obtained by the backhoe or drilling rig will be obtained from regular intervals below ground surface.
5. Representative soil samples will be sent to a laboratory to allow for verification of the field chloride and PID results.
6. General soil texture descriptions will be provided for each sample trench or boring.
7. The criteria to delineate the extent of impact during trenching as well as in a soil boring is 5 point chloride decline vs. depth, or:
 - a. After three consecutive samples demonstrate <250 ppm chloride using field analyses and <100 ppm total hydrocarbon vapors using the headspace method (see attached ROC Quality Procedure in Appendix A), or
 - b. After five consecutive samples show a decreasing trend of chloride and hydrocarbons and the last sample shows chloride < 250 ppm and total hydrocarbon vapors <100 ppm (Appendix A).
 - c. Soil boring to capillary fringe should neither (a) or (b) apply

February 19, 2009

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8. If the boring penetrates the capillary fringe, a monitoring well will be completed with a 2 or 4" diameter casing 25 feet down gradient from confirmed impact for use during possible corrective actions. Plate 2 presents a potentiometric surface map for the site area.
9. If field analysis of hydrocarbon vapors and observations of staining show that hydrocarbon impact is unlikely at the site or below 20-feet, collection of samples from cuttings may be substituted for split spoon sampling (chloride only).

The ROC trench characterization will be employed to identify the lateral extent of chloride at each site, if possible. If trenching does not fully characterize the lateral extent of chloride at each site, boreholes will be advanced 20 feet beyond the furthest trenches where the soil data has an average chloride concentration greater than 1,000 mg/kg. The total depth of borings installed to characterize lateral extent shall be 20 feet below ground surface with soil samples for delineation taken at 5 foot intervals.

Rice Operating Company (ROC) is the service provider (agent) for the Hobbs Saltwater Disposal System and has no ownership of any portion of pipeline, well, or facility. A consortium of oil producers who own the Hobbs System (System Partners) provide all operating capital on a percentage ownership/usage basis. Major projects require System Partner authorization for expenditures (AFE) approval and work begins as funds are received. We will implement the work outlined herein after NMOCD approval and subsequent authorization from the System Partners. The Hobbs SWD system is in abandonment.

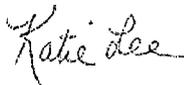
For all environmental projects, ROC will choose a path forward that:

1. Protects public health.
2. Provides the greatest net environmental benefit.
3. Complies with NMOCD Rules.
4. Is supported by good science.

Following the site characterization described above, a Corrective Action Plan with the data and analysis supportive of a procedure for site file termination, or a termination request will be submitted, depending on characterization findings. Quality Procedures for characterization work are provided in Appendix A.

If you have any questions or comments regarding this ICP, please contact me at our Albuquerque office or Hack Conder of Rice Operating Company.

Sincerely,
R.T. Hicks Consultants, Ltd.



Katie Lee
Project Scientist

Copy: Rice Operating Company
Edward J. Hansen, NMOCD



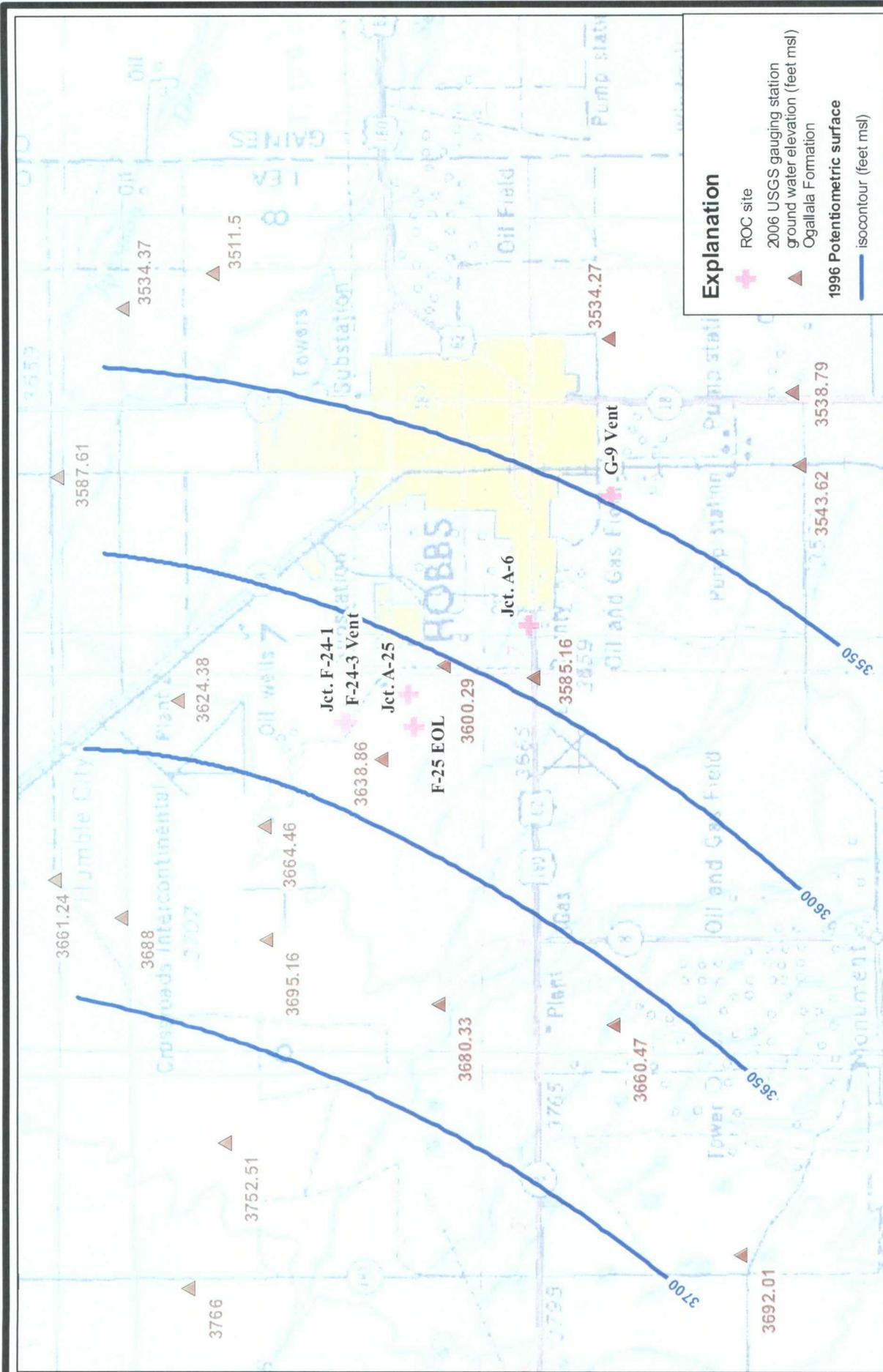
Explanation
 + ROC site



R.T. Hicks Consultants, Ltd
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 Ph: 505.266.5004

Site Map - 2005 Aerial Photo (RGIS)
 Jct. A-6, Jct. A-25, Jct. F-24-1, Jct. F-24-3 Vent, G-9 Vent
 Rice Operating Company
 2009 Hobbs Investigation and Characterization Plan

Plate 1
 January 2009



R.T. Hicks Consultants, Ltd
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 Albuquerque, NM 87104
 Ph: 505.266.5004

2006 Potentiometric Surface Map
 Jct. A-6, Jct. A-25, Jct. F-24-1, Jct. F-24-3 Vent, G-9 Vent

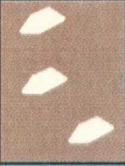
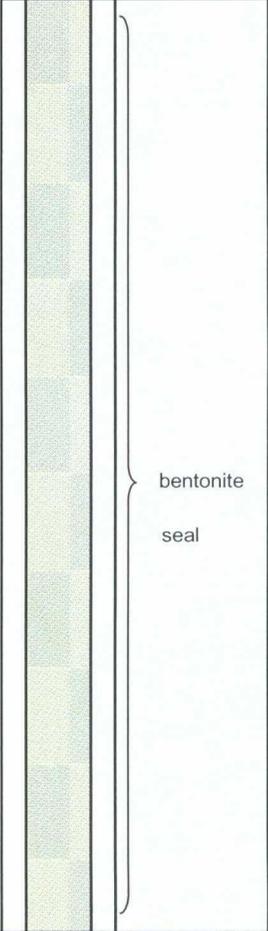
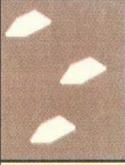
Rice Operating Company
 2009 Hobbs Investigation and Characterization Plan

Plate 2

January 2009

ATTACHMENT B
Lithology Log from Soil Boring (Vertical Delineation)
Conducted by ROC and RTH in September 2009

Logger:	Dale Littlejohn	
Driller:	Harrison & Cooper, Inc. Drilling	
Consultant:	R.T. Hicks, Consultants	
Drilling Method:	Air rotary	
Start Date:	9/23/2009	
End Date:	9/23/2009	
Comments:	All samples from cuttings; the soil was too rocky to split spoon. Drafted by: Lara Weinheimer TD = 25 ft GW = 45 ft	
Project Name:		Well ID:
Hobbs F-24-3 vent		SB #1
Location:		UL/F sec. 24 T18S R37E
Lat: N32°44'6.866"		County: Lea
Long: W103°12'25.644"		State: NM

Depth (feet)	chloride field tests	LAB	PID	Description	Lithology	Well Construction
				0 - 5 ft		
				SILT AND CALICHE		
5	151		1.2	dark brown to light gray, hydrocarbon odor		
				5 - 15 ft		
				SILT AND CALICHE		
10	149		4.5	dark grayish brown, hydrocarbon odor		
				15 - 20 ft		
				SILT AND CALICHE		
15	152		2.1	dark brown, pinkish brown caliche		
				20 - 25 ft		
				SAND, SILT AND CALICHE		
20	119		1.2	pinkish brown sand, brown silt, no odor		
				20 - 25 ft		
				SAND, SILT AND CALICHE		
25	150		0.2	pinkish brown sand, brown silt, no odor		

ATTACHMENT C
Laboratory Reports and Chain-of-Custody Documentation

