

HIP - 98

**PERMITS,
RENEWALS, &
MODS**

Martin, Ed, EMNRD

To: Savoie, Tony
Cc: Johnson, Larry, EMNRD; Sheeley, Paul, EMNRD
Subject: RE: Sid Rich Hydro-test

Mr. Tony Savoie
Sid Richardson Energy Services

Re: Hydrostatic Test Water Discharge
Lea County, New Mexico

HE-098

Dear Mr. Savoie:

The New Mexico Oil Conservation Division (OCD) has received Sid Richardson Energy Service's request dated July 19, 2005, for authorization to discharge approximately 136,382 gallons of waste water from the hydrostatic testing of approximately 6.15 miles of new 10" pipeline. The pipe is a new line from the newly built compressor station known as the Nash Draw Compressor.

Based on the information provided in the request the hydrostatic test water discharge is hereby approved subject to the following understandings and conditions:

1. The test water (136,382 gallons) will be discharged on to the ground surface at Unit Letter L, Section 2, T 25 S, R30 E in Lea County, New Mexico.
2. Sid Richardson Energy Services has obtained permission from the Bureau of Land Management for the discharge.
3. The test water will be fresh, potable water trucked from a privately owned water well located in Lea County.
4. The test water will be discharged in a manner to collect any solids and to prevent erosion.
5. The fluids will not be allowed to migrate to a water of the State or a water of the U.S.
6. Analyticals obtained from the discharged water will be forwarded to the OCD Santa Fe office upon completion of the analyses.

Pursuant to WQCC Regulation 3-106.B, this approval will allow Sid Richardson Energy Services. to discharge without an approved discharge plan for a period not to exceed 120 days. If the site is to be used for more than one test discharge, formal re-application must be made. If the discharge exceeds 120 days, a formal discharge plan must be submitted for review.

Please be advised that this approval does not relieve Sid Richardson Gasoline Co. of liability should their operation result in pollution of surface water, ground water, or the environment. In addition, OCD approval does not relieve Sid Richardson Gasoline Co. of responsibility for compliance with other federal, state or local laws and/or regulations.

If there are any questions, please contact me.

Sincerely,

Ed Martin
New Mexico Oil Conservation Division
Environmental Bureau
1220 S. St. Francis
Santa Fe, NM 87505
Ph: 505-476-3492
Fa: 505-476-3462
email: ed.martin@state.nm.us

-----Original Message-----

From: Savoie, Tony [mailto:JASavoie@sidrichgas.com]
Sent: Tuesday, July 19, 2005 3:36 PM
To: Martin, Ed, EMNRD
Subject: Sid Rich Hydro-test

Mr. Martin,

We intend to hydro-test approximately 6.15 miles of 10" steel pipe.

This a new line under construction from an newly built compressor station know as the Nash Draw Compressor.

Volume anticipated at point of discharge will be approximately 136,382 gallons.

We plan on starting to fill the line with water July 25, 2005.

The water for the test will be trucked from a privately owned water well located at the junction of State Hyw 285 and mines road 31.

The line to be tested starts at lat.32 deg 11.139, long. 103 deg 54.789. Unit ltr. L Sect. 30 Twns 24S, Range 30 East, owned by Fed.

The line ends at lat. 32 deg. 9.470, long. 103 deg 50.576. Unit ltr. L Sect. 2, Twns 25 S, Range 30 East, owned by Fed.

The end point will also be the point of discharge.

There are no intermittent streams, rivers or playas at the point of discharge.

We plan on discharging the water onto hay bails to disperse the water and to retain any solids.

Depth of water at the point of discharge is greater than 150 ft.

The water will be allowed to soak into the soil at the point of discharge.

The hay bails will be removed from the location and disposed of properly.

The land at the point of discharge and all adjacent land is owned by the Federal Government and operated by the BLM, we do have permission from the BLM to discharge the water on their operated land.

The discharged water will be sampled in accordance to the Guidelines for Hydrostatic Test Dewatering, rev 5/89.

A copy of the maps showing the line location, discharge point, and water source will be over-nighted to your office 7/21/05.

If you have any questions contact me at:

Office (505) 395-2116

Cellular (505) 631-9376

Thanks,

Tony Savoie

EH&S Compliance Coordinator

Sid Richardson Energy Services