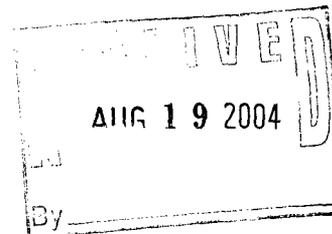


1R - 446

REPORTS

DATE:

8/18/2004



August 18, 2004

Mr. Larry Johnson
New Mexico Oil Conservation Division
1625 N. French Drive
Hobbs, New Mexico 88240

Site No. 7

Re: Addendum Pipeline Spill Remediation and Investigation Report, Dynegy Midstream Services, L.P., Unit Letter N, Section 29, Township 21 South, Range 37 East, Lea County, New Mexico

Dear Mr. Johnson:

This report presents the results of remedial actions and additional investigation of a release of natural gas liquids (NGL) from a pipeline drip owned by Dynegy Midstream Services, L.P. (Dynegy), and located in the SE/4, SW/4 (Unit Letter N), Section 29, Township 21 South, Range 37 East, Lea County, New Mexico. In a letter dated February 19, 2001, Larson and Associates, Inc. (LA) summarized the results of field and laboratory analysis of soil samples collected from the Site, and proposed remedial actions to reduce the remaining total petroleum hydrocarbons (TPH) below the New Mexico Oil Conservation Division (NMOCD), Recommended Remediation Action Level (RRAL) of 1,000 milligrams per kilogram (mg/Kg). No samples exceeded the NMOCD RRAL for benzene (10 mg/Kg) and total BTEX (50 mg/Kg). The remedial action was approved by the NMOCD, and included removal of additional soil from the bottom and south side of the excavation, and scraping a section of the lease road where TPH in a previous sample (Comp. #1) exceeded the RRAL. Figure 1 presents a location map. Figure 2 presents a Site drawing.

On March 21, 2002, LA supervised removal of additional soil from the bottom and south side of the excavation, and scraped additional soil from a section of lease road located south of the Site. The excavation was deepened to about 8 feet BGS, and extended to the south between 5 and 10 feet. Soil removed from the excavation, scraped from the roadway, and soil previously excavated from the Site was disposed at an NMOCD approved facility. LA collected samples from the bottom and south side of the excavation following removal of the soil, and a composite sample from the roadway. The samples were collected in clean glass sample jars, secured with ©Teflon lined lids, labeled, chilled in an ice chest, delivered under chain-of-custody control to Environmental Lab of Texas, Ltd., located in Odessa, Texas, and were analyzed for TPH using method SW-846-8015 for gasoline range organics (GRO) and diesel range organics (DRO). Table 1 presents a summary of the laboratory analysis. Appendix A presents the laboratory report. No TPH was reported above method detection limits in samples from the bottom and south side of the excavation. The TPH concentration reported in the composite sample from the roadway was 83.5 mg/Kg. These results are well below the RRAL of 1,000 mg/Kg, and the excavation was filled with clean soil obtained from the landowner.

Mr. Larry Johnson
August 18, 2004
Page 2

On June 24, 2004, LA supervised collection of soil samples from a boring (BH-1) installed in the excavated area adjacent to the pipeline near the release. Scarborough Drilling, Inc., located in Lamesa, Texas, advanced the boring to about 31 feet below ground surface (BGS) using an air-rotary drilling rig. Soil samples were collected every two (2) feet (i.e., 0' to 2', 2' to 4' and 4' to 6', etc.) to approximately 8 feet BGS, and every five (5) feet beginning at about 10 feet BGS using 1-foot long core sampler. The drill rig, rods and bit were thoroughly cleaned before drilling using a high-pressure hot water washer. The split-spoon and core samplers and hand tools were thoroughly cleaned between samples using a solution of potable water and laboratory-grade detergent, and rinsed with distilled water. The soil samples were placed in clean glass sample jars, secured with ®Teflon-lined lids, labeled, chilled in an ice chest, and delivered under chain-of-custody control to Environmental Lab of Texas, Ltd. (ELTI), located in Odessa, Texas. Duplicate samples were collected for headspace analysis in accordance with NMOCD procedures, and no headspace readings exceeded 100 parts per million (ppm). Therefore, the laboratory analyzed select samples for TPH and chloride. Table 2 presents a summary of field and laboratory analysis of the soil samples. Appendix A presents the laboratory analysis.

Referring to Table 2, TPH was below the RRAL (1,000 mg/Kg) in all soil samples. Chloride was less than 100 mg/Kg in all samples, except BH-1, 8 to 8.2 feet (106 mg/Kg) and BH-1, 10 to 11 feet (1,170 mg/Kg). The sample from BH-1, 10 to 11 feet BGS was analyzed for chloride using the synthetic precipitation leaching procedure (SPLP), and the result was 62 milligrams per liter (mg/L). The boring was plugged in accordance with New Mexico State Engineer requirements. Dynegy requests the NMOCD consider no further action and closure for the Site. Please call Mr. Cal Wrangham with Dynegy at (432) 688-0555 or myself at (432) 687-0901 if you have questions. We may also be contacted by email at cal.wrangham@dynegy.com or mark@Laenvironmental.com.

Respectfully yours,

Larson and Associates, Inc.



Mark J. Larson, CPG, CGWP
President

Encl.

cc: Mr. Cal Wrangham - Dynegy
Mr. Dave Harris - Dynegy
Mr. Bill Olson - NMOCD - Santa Fe

TABLES

Table 1: Summary of Headspace and Laboratory Analyses of Soil Samples From Excavation, Spill Area and Soil Pile
 Dynege Midstream Services, L.P.
 SE/4, SW/4 Section 29, Township 21 South, Range 37 East
 Lea County, New Mexico

Site Number	Sample Area	Sample Number	Sample Date	PID (ppm)	GRO (mg/kg)	DRO (mg/kg)	TPH (mg/kg)	Benzene (mg/kg)	Toluene (mg/kg)	Ethylbenzene (mg/kg)	Xylene (mg/kg)	BTEX (mg/kg)	Chloride (mg/kg)	
7	Excavation	North	06-Dec-00	173.3	<5	149	149	<0.05	<0.05	<0.05	<0.05	<0.20	16	
		South	06-Dec-00	501.2	113	884	997	0.055	1.76	0.477	7.89	10.182	28	
		East	06-Dec-00	14.2	<5	<50	<55	-	-	-	-	-	22	
		West	06-Dec-00	137.5	<5	211	211	<0.05	<0.05	<0.05	0.61	0.61	17	
		Bottom	06-Dec-00	187.4	293	1,620	1,913	0.46	10.6	1.33	30.2	42.59	430	
		Bottom	21-Mar-02	-	<10	<10	<20	-	-	-	-	-	-	-
		South	21-Mar-02	-	<10	<10	<20	-	-	-	-	-	-	-
	Lease Road	Comp. #1	06-Dec-00	38.6	73.3	4050	4,123.3	-	-	-	-	-	110	
		Comp. #2	06-Dec-00	43.3	20.2	424	444.2	-	-	-	-	-	80	
		Composite	21-Mar-02	-	<10	83.5	83.5	-	-	-	-	-	-	
	Pile	Pile	06-Dec-00	470.3	353	6,990	7,343	0.137	7.42	2.22	32.7	42.477	83	

Notes: Analysis of samples collected on December 6, 2000, performed by Trace Analysis, Inc., Lubbock, Texas. All others performed by Environmental Lab of Texas, Ltd., Odessa, Texas.

1. PID: Measurement by photoionization detector
2. ppm: Parts per million
3. DRO: Diesel-range petroleum hydrocarbons
4. GRO: Gasoline-range petroleum hydrocarbons
5. TPH: Total petroleum hydrocarbons (Sum of DRO + GRO)
6. mg/kg: Milligrams per kilogram
7. -: No data available
8. <: Below method detection limit

**Table 2: Summary of Headspace and Laboratory Analysis of Soil Samples from Boring
 Dynege Midstream Services, L. P., Site No. 7
 SE/4, SW/4, Section 29, Township 21 South, Range 37 East
 Lea County, New Mexico**

Soil Boring Number	Sample Depth (feet bgs)	Sample Date	PID (ppm)	GRO (C6-C12) mg/kg	DRO (>C12-C35) mg/kg	TPH (C6-C35) mg/kg	Chloride mg/kg
RRAL:						1,000	
BH-1	0 - 2	24-Jun-04	0.9	---	---	---	<20
	2 - 4	24-Jun-04	2.5	<10	<10	<20	<20
	4 - 6	24-Jun-04	0.7	---	---	---	<20
	6 - 8	24-Jun-04	73.3	307	650	957	<20
	8 - 8.2	24-Jun-04	---	---	---	---	106
	10 - 11	24-Jun-04	19.1	<10	8701	8701	1170
	15 - 16	24-Jun-04	9.8	<10	<10	<20	42.5
	20 - 21	24-Jun-04	2.2	---	---	---	56.7
	25 - 26	24-Jun-04	10.0	---	---	---	88.6
	30 - 31	24-Jun-04	2.2	---	---	---	56.7
SPLP (mg/L)							
BH-1	10 - 11	24-Jun-04	---	---	---	---	62.0

Notes: Analyses performed by Environmental Lab of Texas I, Ltd., Odessa, Texas

1. BGS: Depth in feet below ground surface
2. PID: Photoionization detector
3. ppm: Parts per million
4. GRO: Gasoline-range organics
5. DRO: Diesel-range organics
6. TPH: Total petroleum hydrocarbons (Sum of GRO + DRO)
7. mg/Kg: Milligrams per kilogram
8. ---: No data available
9. <: Below method detection limit
10. RRAL NMOCD Recommended Remediation Action Level
11. SPLP: Synthetic Precipitation Leaching Procedure
12. mg/L: Milligrams per liter

FIGURES

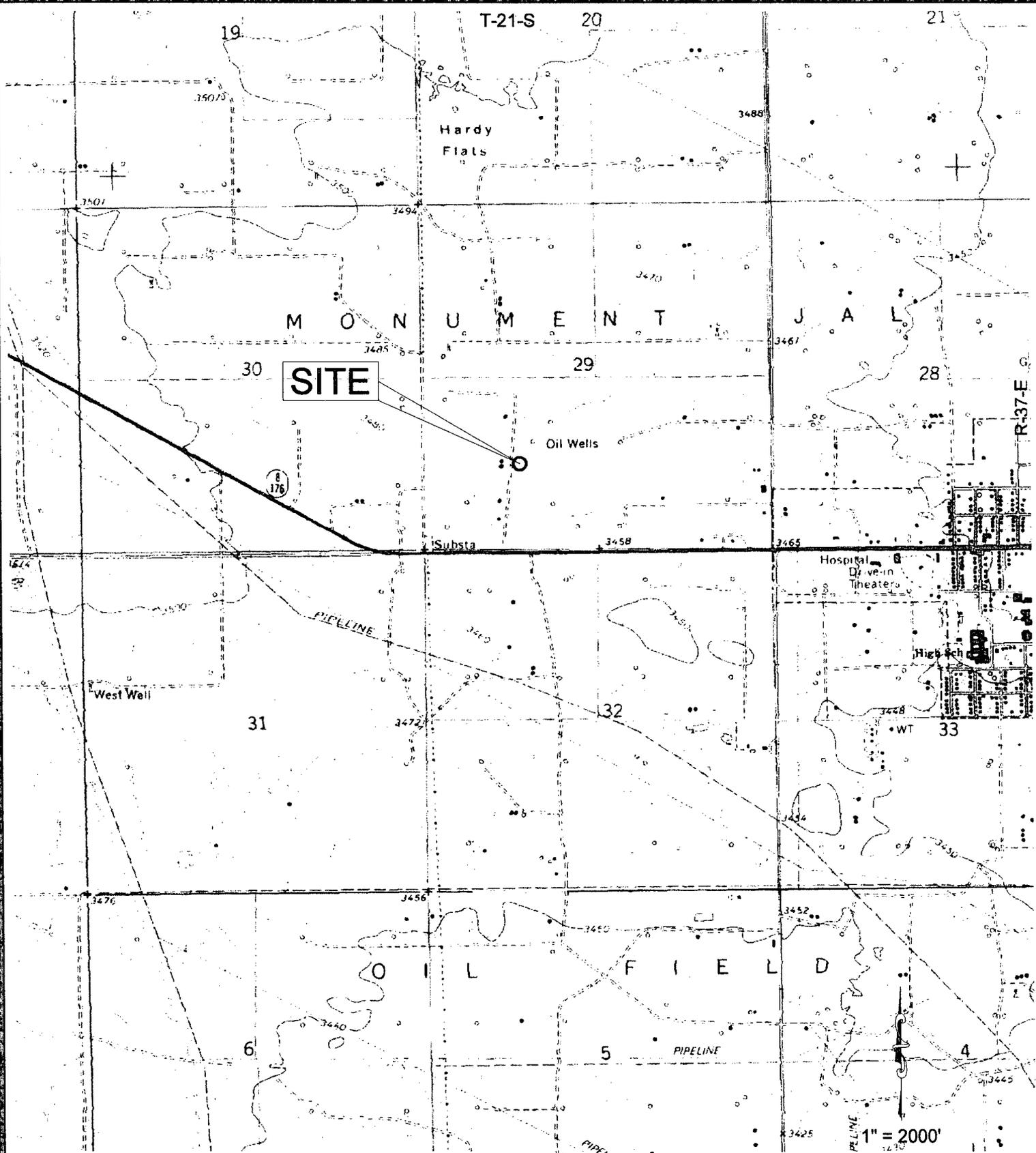


FIGURE #1

LEA COUNTY, NEWMEXICO

DYNEGY MIDSTREAM SERVICES L.P.

SECTION 29, T-21-S, R-38-E

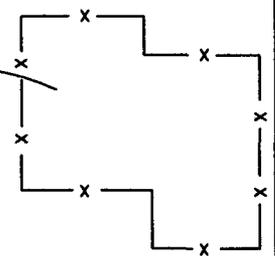
LOCATION MAP

DATE
8/11/04
NAME: SJA
FILE:
0-0100-42

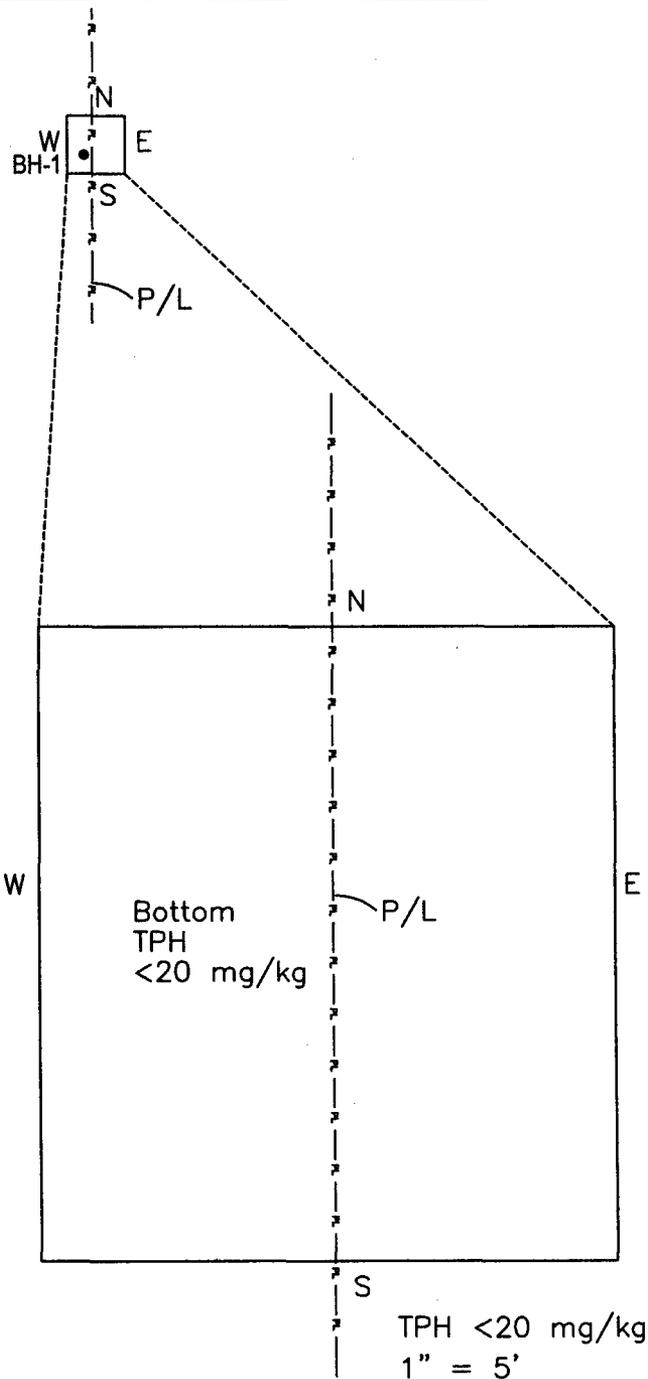
Aarson &
ssoicates, inc.
Environmental Consultants

Chevron USA Inc.
Central Drinkard
Unit Tank Battery

Unit N
SE/4, SW/4
Section 29
T-21-S, R-37-E



LEASE ROAD



LEGEND

- BH-1 • - SOIL BORING SAMPLE
- TPH - TOTAL PETROLIUM HYDROCARBONS
- mg/kg - MILLIGRAMS PER KILOGRAMS

0 50'
SCALE: 1" = 50'

FIGURE #2

LEA COUNTY, NEW MEXICO

DYNEGY MIDSTREAM SERVICES L.P.
SE/4, SW/4, SEC. 29, T-21-S, R-37-E

SITE DRAWING

DATE
7/28/04

NAME: SJA

FILE: 0-0100-

Larson &
Associates, Inc.
Environmental Consultants

APPENDIX A
Laboratory Reports

ANALYTICAL REPORT

Prepared for:

MARK LARSON
LARSON AND ASSOCIATES, INC.
P.O. BOX 50685
MIDLAND, TX 79710

Project: Dynegy-Site #7

Order#: G0202900

Report Date: 03/26/2002

Certificates

US EPA Laboratory Code TX00158

ENVIRONMENTAL LAB OF TEXAS

SAMPLE WORK LIST

LARSON AND ASSOCIATES, INC.
P.O. BOX 50685
MIDLAND, TX 79710
915-687-0456

Order#: G0202900
Project: 0-0100-07
Project Name: Dynegy-Site #7
Location: Lea County, NM

The samples listed below were submitted to Environmental Lab of Texas and were received under chain of custody. Environmental Lab of Texas makes no representation or certification as to the method of sample collection, sample identification, or transportation/handling procedures used prior to the receipt of samples by Environmental Lab of Texas.

<u>Lab ID:</u>	<u>Sample :</u>	<u>Matrix:</u>	<u>Date / Time</u> <u>Collected</u>	<u>Date / Time</u> <u>Received</u>	<u>Container</u>	<u>Preservative</u>
0202900-01	Bottom	SOIL	3/21/02 15:55	3/22/02 16:55	8 oz glass	Ice
	<u>Lab Testing:</u> 8015M	Rejected: No		Temp: 4.0 C		
0202900-02	South	SOIL	3/21/02 16:00	3/22/02 16:55	8 oz glass	Ice
	<u>Lab Testing:</u> 8015M	Rejected: No		Temp: 4.0 C		
0202900-03	Composite	SOIL	3/21/02 16:15	3/22/02 16:55	8 oz glass	Ice
	<u>Lab Testing:</u> 8015M	Rejected: No		Temp: 4.0 C		

ENVIRONMENTAL LAB OF TEXAS

ANALYTICAL REPORT

MARK LARSON
 LARSON AND ASSOCIATES, INC.
 P.O. BOX 50685
 MIDLAND, TX 79710

Order#: G0202900
 Project: 0-0100-07
 Project Name: Dynegy-Site #7
 Location: Lea County, NM

Lab ID: 0202900-01
 Sample ID: Bottom

8015M

<u>Method</u>	<u>Date</u>	<u>Date</u>	<u>Sample</u>	<u>Dilution</u>	<u>Analyst</u>	<u>Method</u>
Blank	Prepared	Analyzed	Amount	Factor	CK	8015M
		3/25/02 21:52	1	1	CK	8015M

Parameter	Result mg/kg	RL
GRO, C6-C12	<10	10.0
DRO, >C12-C35	<10	10.0
TOTAL, C6-C35	<10	10.0

Lab ID: 0202900-02
 Sample ID: South

8015M

<u>Method</u>	<u>Date</u>	<u>Date</u>	<u>Sample</u>	<u>Dilution</u>	<u>Analyst</u>	<u>Method</u>
Blank	Prepared	Analyzed	Amount	Factor	CK	8015M
		3/25/02 22:05	1	1	CK	8015M

Parameter	Result mg/kg	RL
GRO, C6-C12	<10	10.0
DRO, >C12-C35	<10	10.0
TOTAL, C6-C35	<10	10.0

N/A = Not Applicable RL = Reporting Limit

Page 1 of 2

ENVIRONMENTAL LAB OF TEXAS

ANALYTICAL REPORT

MARK LARSON
 LARSON AND ASSOCIATES, INC.
 P.O. BOX 50685
 MIDLAND, TX 79710

Order#: G0202900
 Project: 0-0100-07
 Project Name: Dynegey-Site #7
 Location: Lea County, NM

Lab ID: 0202900-03
 Sample ID: Composite

8015M

<u>Method</u>	<u>Date</u>	<u>Date</u>	<u>Sample</u>	<u>Dilution</u>	<u>Analyst</u>	<u>Method</u>
<u>Blank</u>	<u>Prepared</u>	<u>Analyzed</u>	<u>Amount</u>	<u>Factor</u>	<u>CK</u>	<u>8015M</u>
		3/25/02 22:17	1	1	CK	8015M

Parameter	Result mg/kg	RL
GRO, C6-C12	<10	10.0
DRO, >C12-C35	83.5	10.0
TOTAL, C6-C35	83.5	10.0

Approval: *Coley D. Keene* 3/28/02
 Raland K. Tuttle, Lab Director, QA Officer Date
 Coley D. Keene, Org. Tech. Director
 Jeanne McMurrey, Inorg. Tech. Director
 Sandra Biezugbe, Lab Tech.
 Sara Molina, Lab Tech.

N/A = Not Applicable RL = Reporting Limit

ENVIRONMENTAL LAB OF TEXAS

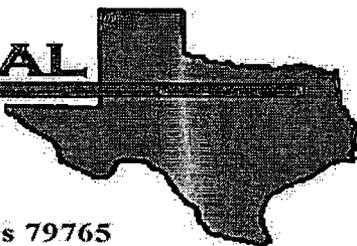
QUALITY CONTROL REPORT

8015M

Order#: G0202900

BLANK	SOIL	LAB-ID #	Sample Concentr.	Spike Concentr.	QC Test Result	Pct (%) Recovery	RPD
TOTAL, C6-C35-mg/kg		0000970-02			<10		
CONTROL	SOIL	LAB-ID #	Sample Concentr.	Spike Concentr.	QC Test Result	Pct (%) Recovery	RPD
TOTAL, C6-C35-mg/kg		0000970-03		952	813	85.4%	
CONTROL DUP	SOIL	LAB-ID #	Sample Concentr.	Spike Concentr.	QC Test Result	Pct (%) Recovery	RPD
TOTAL, C6-C35-mg/kg		0000970-04		952	880	92.4%	7.9%
SRM	SOIL	LAB-ID #	Sample Concentr.	Spike Concentr.	QC Test Result	Pct (%) Recovery	RPD
TOTAL, C6-C35-mg/kg		0000970-05		1000	1053	105.3%	

E NVIRONMENTAL
LAB OF



12600 West I-20 East - Odessa, Texas 79765

Analytical Report

Prepared for:

Mark Larson
Larson & Associates, Inc.
P.O. Box 50685
Midland, TX 79710

Project: Dynegy
Project Number: 0-0100-07
Location: Site #7

Lab Order Number: 4F25003

Report Date: 06/29/04

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynege
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
06/29/04 12:24

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
BH-1 0-2'	4F25003-01	Soil	06/24/04 08:30	06/25/04 09:45
BH-1 2-4'	4F25003-02	Soil	06/24/04 08:40	06/25/04 09:45
BH-1 4-6'	4F25003-03	Soil	06/24/04 08:45	06/25/04 09:45
BH-1 6-8'	4F25003-04	Soil	06/24/04 08:48	06/25/04 09:45
BH-1 10-11'	4F25003-05	Soil	06/24/04 09:00	06/25/04 09:45
BH-1 15-16'	4F25003-06	Soil	06/24/04 09:10	06/25/04 09:45
BH-1 20-21'	4F25003-07	Soil	06/24/04 09:15	06/25/04 09:45
BH-1 25-26'	4F25003-08	Soil	06/24/04 09:23	06/25/04 09:45
BH-1 30-31'	4F25003-09	Soil	06/24/04 09:30	06/25/04 09:45
BH-1 8-8.2	4F25003-10	Soil	06/24/04 08:50	06/25/04 09:45

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynege
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
06/29/04 12:24

**Organics by GC
Environmental Lab of Texas**

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
BH-1 2-4' (4F25003-02) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EF42801	06/25/04	06/26/04	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		71.2 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		70.6 %	70-130		"	"	"	"	
BH-1 6-8' (4F25003-04) Soil									
Gasoline Range Organics C6-C12	307	10.0	mg/kg dry	1	EF42801	06/25/04	06/26/04	EPA 8015M	
Diesel Range Organics >C12-C35	650	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	957	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		86.0 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		79.8 %	70-130		"	"	"	"	
BH-1 10-11' (4F25003-05) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EF42801	06/25/04	06/26/04	EPA 8015M	
Diesel Range Organics >C12-C35	J [8.01]	10.0	"	"	"	"	"	"	J
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		75.0 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		72.6 %	70-130		"	"	"	"	
BH-1 15-16' (4F25003-06) Soil									
Gasoline Range Organics C6-C12	ND	10.0	mg/kg dry	1	EF42803	06/28/04	06/28/04	EPA 8015M	
Diesel Range Organics >C12-C35	ND	10.0	"	"	"	"	"	"	
Total Hydrocarbon C6-C35	ND	10.0	"	"	"	"	"	"	
Surrogate: 1-Chlorooctane		91.4 %	70-130		"	"	"	"	
Surrogate: 1-Chlorooctadecane		91.0 %	70-130		"	"	"	"	

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegy
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
06/29/04 12:24

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

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
BH-1 0-2' (4F25003-01) Soil									
Chloride	ND	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
BH-1 2-4' (4F25003-02) Soil									
Chloride	ND	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
% Solids	98.0		%	1	EF42601	06/25/04	06/26/04	% calculation	
BH-1 4-6' (4F25003-03) Soil									
Chloride	ND	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
BH-1 6-8' (4F25003-04) Soil									
Chloride	ND	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
% Solids	87.0		%	1	EF42601	06/25/04	06/26/04	% calculation	
BH-1 10-11' (4F25003-05) Soil									
Chloride	1170	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
% Solids	92.0		%	1	EF42601	06/25/04	06/26/04	% calculation	
BH-1 15-16' (4F25003-06) Soil									
Chloride	42.5	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
% Solids	93.0		%	1	EF42601	06/25/04	06/26/04	% calculation	
BH-1 20-21' (4F25003-07) Soil									
Chloride	56.7	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
BH-1 25-26' (4F25003-08) Soil									
Chloride	88.6	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	
BH-1 30-31' (4F25003-09) Soil									
Chloride	56.7	20.0 mg/kg Wet		2	EF42503	06/25/04	06/26/04	SW 846 9253	

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 3 of 9

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegy
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
06/29/04 12:24

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

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
BH-1 8-8.2 (4F25003-10) Soil									
Chloride	106	20.0	mg/kg Wet	2	EF42503	06/25/04	06/26/04	SW 846 9253	

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 4 of 9

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegy
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
06/29/04 12:24

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 EF42801 - Solvent Extraction (GC)

Blank (EF42801-BLK1)

Prepared & Analyzed: 06/25/04

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	36.1		mg/kg	50.0		72.2	70-130			
Surrogate: 1-Chlorooctadecane	36.4		"	50.0		72.8	70-130			

LCS (EF42801-BS1)

Prepared & Analyzed: 06/25/04

Gasoline Range Organics C6-C12	420	10.0	mg/kg wet	500		84.0	75-125			
Diesel Range Organics >C12-C35	414	10.0	"	500		82.8	75-125			
Total Hydrocarbon C6-C35	834	10.0	"	1000		83.4	75-125			
Surrogate: 1-Chlorooctane	45.2		mg/kg	50.0		90.4	70-130			
Surrogate: 1-Chlorooctadecane	37.2		"	50.0		74.4	70-130			

LCS Dup (EF42801-BS1)

Prepared & Analyzed: 06/25/04

Gasoline Range Organics C6-C12	416	10.0	mg/kg wet	500		83.2	75-125	0.957	20	
Diesel Range Organics >C12-C35	423	10.0	"	500		84.6	75-125	2.15	20	
Total Hydrocarbon C6-C35	839	10.0	"	1000		83.9	75-125	0.598	20	
Surrogate: 1-Chlorooctane	45.2		mg/kg	50.0		90.4	70-130			
Surrogate: 1-Chlorooctadecane	37.7		"	50.0		75.4	70-130			

Calibration Check (EF42801-CCV1)

Prepared & Analyzed: 06/25/04

Gasoline Range Organics C6-C12	426		mg/kg	500		85.2	80-120			
Diesel Range Organics >C12-C35	474		"	500		94.8	80-120			
Total Hydrocarbon C6-C35	900		"	1000		90.0	80-120			
Surrogate: 1-Chlorooctane	51.4		"	50.0		103	70-130			
Surrogate: 1-Chlorooctadecane	37.6		"	50.0		75.2	70-130			

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegy
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456
Reported:
06/29/04 12:24

**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 EF42803 - Solvent Extraction (GC)

Blank (EF42803-BLK1)

Prepared & Analyzed: 06/28/04

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	37.0		mg/kg	50.0		74.0	70-130			
Surrogate: 1-Chlorooctadecane	37.0		"	50.0		74.0	70-130			

LCS (EF42803-BS1)

Prepared & Analyzed: 06/28/04

Gasoline Range Organics C6-C12	411	10.0	mg/kg wet	500		82.2	75-125			
Diesel Range Organics >C12-C35	424	10.0	"	500		84.8	75-125			
Total Hydrocarbon C6-C35	835	10.0	"	1000		83.5	75-125			
Surrogate: 1-Chlorooctane	48.6		mg/kg	50.0		97.2	70-130			
Surrogate: 1-Chlorooctadecane	35.6		"	50.0		71.2	70-130			

Calibration Check (EF42803-CCV1)

Prepared & Analyzed: 06/28/04

Gasoline Range Organics C6-C12	445		mg/kg	500		89.0	80-120			
Diesel Range Organics >C12-C35	485		"	500		97.0	80-120			
Total Hydrocarbon C6-C35	930		"	1000		93.0	80-120			
Surrogate: 1-Chlorooctane	51.8		"	50.0		104	70-130			
Surrogate: 1-Chlorooctadecane	36.6		"	50.0		73.2	70-130			

Matrix Spike (EF42803-MS1)

Source: 4F25003-06

Prepared & Analyzed: 06/28/04

Gasoline Range Organics C6-C12	533	10.0	mg/kg dry	538	ND	99.1	75-125			
Diesel Range Organics >C12-C35	576	10.0	"	538	ND	107	75-125			
Total Hydrocarbon C6-C35	1110	10.0	"	1080	ND	103	75-125			
Surrogate: 1-Chlorooctane	57.1		mg/kg	50.0		114	70-130			
Surrogate: 1-Chlorooctadecane	48.6		"	50.0		97.2	70-130			

Matrix Spike Dup (EF42803-MSD1)

Source: 4F25003-06

Prepared & Analyzed: 06/28/04

Gasoline Range Organics C6-C12	517	10.0	mg/kg dry	538	ND	96.1	75-125	3.05	20	
Diesel Range Organics >C12-C35	577	10.0	"	538	ND	107	75-125	0.173	20	
Total Hydrocarbon C6-C35	1090	10.0	"	1080	ND	101	75-125	1.82	20	
Surrogate: 1-Chlorooctane	55.3		mg/kg	50.0		111	70-130			
Surrogate: 1-Chlorooctadecane	48.1		"	50.0		96.2	70-130			

Environmental Lab of Texas

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Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegy
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456
Reported:
06/29/04 12:24

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 EF42503 - Water Extraction										
Blank (EF42503-BLK1) Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	ND	20.0	mg/kg Wet							
Blank (EF42503-BLK2) Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	ND	20.0	mg/kg Wet							
Blank (EF42503-BLK3) Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	ND	20.0	mg/kg Wet							
Matrix Spike (EF42503-MS1) Source: 4F25002-01 Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	851	20.0	mg/kg Wet	500	319	106	80-120			
Matrix Spike (EF42503-MS2) Source: 4F25002-21 Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	1170	20.0	mg/kg Wet	500	659	102	80-120			
Matrix Spike (EF42503-MS3) Source: 4F25004-04 Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	581	20.0	mg/kg Wet	500	99.3	96.3	80-120			
Matrix Spike Dup (EF42503-MSD1) Source: 4F25002-01 Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	840	20.0	mg/kg Wet	500	319	104	80-120	1.30	20	
Matrix Spike Dup (EF42503-MSD2) Source: 4F25002-21 Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	1160	20.0	mg/kg Wet	500	659	100	80-120	0.858	20	
Matrix Spike Dup (EF42503-MSD3) Source: 4F25004-04 Prepared: 06/25/04 Analyzed: 06/26/04										
Chloride	588	20.0	mg/kg Wet	500	99.3	97.7	80-120	1.20	20	
Reference (EF42503-SRM1) Prepared & Analyzed: 06/26/04										
Chloride	5000		mg/kg	5000		100	80-120			

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegy
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
06/29/04 12:24

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 EF42503 - Water Extraction										
Reference (EF42503-SRM2)					Prepared & Analyzed: 06/26/04					
Chloride	5000		mg/kg	5000		100	80-120			
Reference (EF42503-SRM3)					Prepared & Analyzed: 06/26/04					
Chloride	5000		mg/kg	5000		100	80-120			
Batch EF42601 - General Preparation (Prep)										
Blank (EF42601-BLK1)					Prepared: 06/25/04 Analyzed: 06/26/04					
% Solids	0.0		%							
Duplicate (EF42601-DUP1)					Source: 4F24002-01 Prepared: 06/25/04 Analyzed: 06/26/04					
% Solids	95.0		%			95.0		0.00	20	

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegy
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456
Reported:
06/29/04 12:24

Notes and Definitions

J Detected but below the Reporting Limit; therefore, result is an estimated concentration (CLP J-Flag).
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: Raland K Tuttle Date: 6-29-04

Raland K. Tuttle, QA Officer
Celey D. Keene, Lab Director, Org. Tech Director
Jeanne Mc Murrey, Inorg. Tech Director
James L. Hawkins, Chemist/Geologist
Sara Molina, Chemist
Sandra Biezugbe, Lab Tech.

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Environmental Lab of Texas

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

Client: Larson
 Date/Time: 6/25/04 9:45
 Order #: 4F25003
 Initials: CDK

Sample Receipt Checklist

Temperature of container/cooler?	<input checked="" type="checkbox"/> Yes	No	3.5 C
Shipping container/cooler in good condition?	<input checked="" type="checkbox"/> Yes	No	
Custody Seals intact on shipping container/cooler?	Yes	No	<input checked="" type="checkbox"/> Not present
Custody Seals intact on sample bottles?	Yes	No	<input checked="" type="checkbox"/> Not present
Chain of custody present?	<input checked="" type="checkbox"/> Yes	No	
Sample Instructions complete on Chain of Custody?	<input checked="" type="checkbox"/> Yes	No	
Chain of Custody signed when relinquished and received?	<input checked="" type="checkbox"/> Yes	No	
Chain of custody agrees with sample label(s)	<input checked="" type="checkbox"/> Yes	No	
Container labels legible and intact?	Yes	<input checked="" type="checkbox"/> No	ID written on lid
Sample Matrix and properties same as on chain of custody?	<input checked="" type="checkbox"/> Yes	No	
Samples in proper container/bottle?	<input checked="" type="checkbox"/> Yes	No	
Samples properly preserved?	<input checked="" type="checkbox"/> Yes	No	
Sample bottles intact?	<input checked="" type="checkbox"/> Yes	No	
Preservations documented on Chain of Custody?	<input checked="" type="checkbox"/> Yes	No	
Containers documented on Chain of Custody?	<input checked="" type="checkbox"/> Yes	No	
Sufficient sample amount for indicated test?	<input checked="" type="checkbox"/> Yes	No	
All samples received within sufficient hold time?	<input checked="" type="checkbox"/> Yes	No	
VOC samples have zero headspace?	Yes	<input checked="" type="checkbox"/> No	Not Applicable

Other observations:

Variance Documentation:

Contact Person: - _____ Date/Time: _____ Contacted by: _____
 Regarding: _____

Corrective Action Taken:

CHAIN-OF-CUSTODY RECORD

LA arison & associates, Inc. Environmental Consultants
 507 N. Marienfeld, Ste. 202 • Midland, TX 79701
 Fax: 432-687-0456
 432-687-0901

LAB. I.D. NUMBER (LAB USE ONLY)
 REMARKS (I.E., FILTERED, UNFILTERED, PRESERVED, UNPRESERVED, GRAB COMPOSITE)

PARAMETERS/METHOD NUMBER

NUMBER OF CONTAINERS
 8015 (Dro + Gro) Childs

SITE MANAGER: M. Larson

PROJECT NAME: Site #17

PAGE 1 OF LAB PO #

SAMPLE IDENTIFICATION

DATE	TIME	WATER	SOIL	OTHER	LAB PO #	RECEIVED BY: (Signature)	DATE: TIME
4/24/04	0830	X			BH-1	[Signature]	0-21
	0840						2-41
	0845						4-61
	0848						6-81
	0900						10-111
	0910						15-161
	0915						20-211
	0923						25-261
	0930						30-311
	0850						3-82

LAB. I.D. NUMBER (LAB USE ONLY)	REMARKS (I.E., FILTERED, UNFILTERED, PRESERVED, UNPRESERVED, GRAB COMPOSITE)
4F25002-01	
02	
03	
04	
05	
06	
07	
08	
09	
10	

SAMPLED BY: (Signature) DATE: 6/24/04 RECEIVED BY: (Signature) DATE: 6/24/04
 TIME: 0830 TIME: 0830

RELINQUISHED BY: (Signature) DATE: 6/24/04 RECEIVED BY: (Signature) DATE: 6/24/04
 TIME: 0830 TIME: 0830

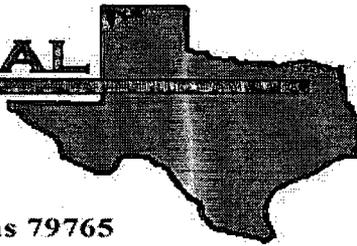
TURNAROUND TIME NEEDED

COMMENTS: RECEIVING LABORATORY: EL-11 RECEIVED BY: (Signature) M. Larson
 ADDRESS: 12000 W 17-20 E STATE: TX ZIP: 79716 DATE: 6/23/04 TIME: 9:48S
 CITY: Odessa PHONE: 432-563-1808
 CONTACT: Roland Wittig
 SAMPLE CONDITION WHEN RECEIVED: 3.5°C
 LA CONTACT PERSON: M. Larson
 SAMPLE TYPE: Soil 4oz glass

SAMPLE SHIPPED BY: (Circle) FEDEX BUS AIRBILL #:
 (H) HAND DELIVERED UPS OTHER:
 (H) WHITE RECEIVING LAB

YELLOW - RECEIVING LAB (TO BE RETURNED TO LA AFTER RECEIPT)
 PINK - PROJECT MANAGER
 GOLD - QA/QC COORDINATOR

E NVIRONMENTAL
LAB OF



12600 West I-20 East - Odessa, Texas 79765

Analytical Report

Prepared for:

Mark Larson
Larson & Associates, Inc.
P.O. Box 50685
Midland, TX 79710

Project: Dynegy Site #7
Project Number: 0-0100-07
Location: None Given

Lab Order Number: 4G12001

Report Date: 07/15/04

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegey Site #7
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
07/15/04 15:36

ANALYTICAL REPORT FOR SAMPLES

Sample ID	Laboratory ID	Matrix	Date Sampled	Date Received
BH-1 10-11'	4G12001-01	Soil	06/24/04 09:00	06/25/04 09:45

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegey Site #7
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
07/15/04 15:36

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

Analyte	Result	Reporting Limit	Units	Dilution	Batch	Prepared	Analyzed	Method	Notes
BH-1 10-11' (4G12001-01) Soil									
Chloride	62.0	10.0	mg/L	1	EG41510	07/14/04	07/15/04	1312/9253	

Environmental Lab of Texas

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Page 2 of 4

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynegey Site #7
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
07/15/04 15:36

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 EG41510 - EPA 1312/9253

Blank (EG41510-BLK1)

Prepared: 07/14/04 Analyzed: 07/15/04

Chloride 0.00 10.0 mg/L

Matrix Spike (EG41510-MS1)

Source: 4G12001-01

Prepared: 07/14/04 Analyzed: 07/15/04

Chloride 292 10.0 mg/L 250 62.0 92.0 80-120

Matrix Spike Dup (EG41510-MSD1)

Source: 4G12001-01

Prepared: 07/14/04 Analyzed: 07/15/04

Chloride 301 10.0 mg/L 250 62.0 95.6 80-120 3.04 20

Reference (EG41510-SRM1)

Prepared & Analyzed: 07/15/04

Chloride 4790 mg/L 5000 95.8 80-120

Larson & Associates, Inc.
P.O. Box 50685
Midland TX, 79710

Project: Dynege Site #7
Project Number: 0-0100-07
Project Manager: Mark Larson

Fax: (432) 687-0456

Reported:
07/15/04 15:36

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:

Roland K Tuttle

Date:

7-15-04

Raland K. Tuttle, QA Officer
Celey D. Keene, Lab Director, Org. Tech Director
Jeanne Mc Murrey, Inorg. Tech Director

James L. Hawkins, Chemist/Geologist
Sara Molina, Chemist
Sandra Biezugbe, Lab Tech.

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Page 4 of 4

FAX**DATE:** July 12, 2004**TO:** Jeanne McMurrey
Environmental Lab of Texas, Inc.**FAX:** (432) 563-1713**FROM:** Mark J. Larson
Larson and Associates, Inc.**PAGES (with cover):** 1**Re:** Request for Additional Soil Sample Analysis

Jeanne:

Please analyze the following soil sample for chloride using the SPLP method:

Lab Order Number: 4F25003

Lab Sample Number: 4F25003-05

LA Sample Number: BH-1, 10 - 11'

Larson and Associates, Inc.
507 N. Marienfeld Street
Suite 202
Midland, Texas 79701
(432) 687-0901 (office)
(432) 556-8656 (mobile)
(432) 687-0456 (fax)

www.LAenvironmental.com
mark@LAenvironmental.com

Please call (432) 687-0901 if this transmittal is not legible

APPENDIX B

Boring Log

Client: Dynegy Midstream Services, L.P.

Project: Site No. 07

Project No: 0-0100-07

Location: SE/SW, Sec. 29, T21S, R37E, Lea Co., NM

Log of Borehole: BH-1

Geologist: Mark J Larson

Page: 1 of 1

SUBSURFACE PROFILE			SAMPLE			PID Measurement (PPM) 20 40 60	Lab Analysis
Depth	Symbol	Description	Number	Type	Recovery		
0		Ground Surface					
0-2'		Sand 7.5 YR 4/6, strong brown, very fine grained quartz sand, fill material, dry.	1			0.9	Chloride: <20 mg/kg
2-4'			2			2.5	TPH: <20 mg/kg
4-6'			3			0.7	Chloride: <20 mg/kg
6-8'			4			73.3	Chloride: <20 mg/kg
8-10'		Silty, Clayey Sand 5 YR 4/6, yellowish red, very fine to fine grained quartz sand, stiff, dry. Becomes 10 YR 7/4, very pale brown at lower contact.	5			19.1	TPH: 957 mg/kg
10-11'			6				Chloride: <20 mg/kg
11-15'		Caliche 10 YR 7/4, very pale brown, very hard.					TPH: 8.01 mg/kg
15-16'							Chloride: 1,170 mg/kg
16-23'		Silty Sand 7.5 YR 4/6 to 5/6, reddish yellow to strong brown, very fine grained quartz sand, dry.	7			9.8	SPLP Chloride: 62 mg/kg
23-25'		Well cemented zone (caliche) from 23 to 25'.					
20-21'			8			2.2	TPH: <20 mg/kg
21-25'							Chloride: 42.5 mg/kg
25-26'			9			10.0	TPH: <20 mg/kg
26-30'							Chloride: 88.6 mg/kg
30-31'			10			2.2	TPH: <20 mg/kg
31-35'						5	Chloride: 56.7 mg/kg
35-40'		T.D. at 31 ft.					

Drilling Method: Air Rotary

Date Drilled: 6/24/04

Hole Size: 5"

Larson and Associates, Inc.
507 North Marienfeld St., Ste. 202
Midland, Texas 79701
(915) 687-0901

Checked by: CKC

Drilled by: Scarborough Drlg.