

3R - 314

**GENERAL
CORRESPONDENCE**

YEAR(S):

2000 - 1996

Olson, William

From: Olson, William
Sent: Monday, March 06, 2000 8:13 AM
To: 'Gannon, Maureen'
Subject: RE: Request for Extension on Annual Groundwater Report

The below requested extension is approved.

From: Gannon, Maureen [[SMTP:MGannon@pnm.com](mailto:MGannon@pnm.com)]
Sent: Saturday, March 04, 2000 3:31 PM
To: Olson, William
Cc: Sikelianos, Mark; 'Ingrid Deklau'; Johnson, Ronald
Subject: Request for Extension on Annual Groundwater Report

As a follow-up to our phone conversation on Thursday, March 2, 2000, PNM herein requests an extension of the date for submittal of our San Juan Basin Annual Groundwater Report. The report is normally due on April 1st of each year. However, since PNM's environmental obligations associated with the purchase and sale of our former gas assets in the San Juan Basin will terminate on June 30, 2000 (with the exception of retained liabilities), we would like to file our annual report by July 15, 2000 so that the data and information contained in the annual report is current through the June 30th date.

Please let me know if this extension is acceptable to you. You may email me or call me at (505) 241-2974. Thank you for your time and consideration of this matter.

Maureen Gannon
Environmental Services
241-2974

Public Service Company
of New Mexico
Alvarado Square MS 0408
Albuquerque, NM 87158

SEP 14 1999

September 13, 1999

Mr. William Olson
Hydrogeologist
Oil Conservation Division
2040 So. Pacheco
Santa Fe, New Mexico 87505



RE: WELL INSTALLATION PLANS FOR SAN JUAN BASIN GROUNDWATER SITES

Dear Bill:

PNM herein submits monitoring well installation plans for several groundwater sites that we are managing in the San Juan Basin. You requested these plans in an August 16, 1999 letter entitled, "Final San Juan Basin Pit Closure Reports," that was sent to Ms. Kathy Juckes, PNM-Farmington. The subject groundwater sites are the Dogie Compressor Station North Pit, Florance #32A, Jacques #2A, Mangum #1E, McClanahan #22, Dogie Compressor Station East Pit, Honolulu Loop Line Drip, Ice Canyon Drip, Jicarilla Contract 147-6, and Randleman #1.

The well installation plan for each of the above-referenced sites consists of a map depicting the existing monitoring well configuration at the site with associated historical BTEX data. Any proposed new well location is denoted by a large "X" on the map. In some instances, the proposed wells have already been installed and sampled, and the analytical results for BTEX are reported next to these locations on the attached maps. PNM will prepare formal reports on all of the subject sites requiring new well installations in either individual groundwater/pit closure reports or the Annual Groundwater Report to be submitted to the OCD in 2000.

PNM would like to bring the Randleman 1 well site and the Honolulu Loop Line Drip to your attention. The Randleman 1 site is operated by Burlington Resources and poses many unique problems, including:

- an increase in benzene concentrations in PNM's source and downgradient wells after cessation of discharge, and primary and secondary remediation of PNM's former pit (see figure 10);
- elevated chloride levels groundwater monitoring wells on site (see attachment to figure 10); and
- potential impacts to underlying groundwater from Burlington's operations and their former pit (Approximately one year after remediation, Burlington's pit excavation and on site landfarm remain open).

The Honolulu Loop Line Drip is operated by Williams and has also experienced its own set of problems, including, most recently, a significant increase in benzene in MW-5 and MW-12 (see figure 7 and attachment to figure 7). As you may recall, PNM conducted extensive secondary removal of contaminated soils in the area and south of Williams pipeline in December of 1998 after the appearance of free product and high dissolved-phase BTEX contaminants. At both the Randleman 1 and the Honolulu Loop Line Drip, PNM agrees that the installation of additional wells is necessary to fully define the extent of the dissolved-phase contaminant plumes. However, such action, on the part of PNM, assumes that all responsibility at the site is ours. In contrast, we believe that the ongoing problems may be the responsibility of the producer or are at least shared with them. Therefore, before agreeing to install additional wells at these particular locations, PNM is considering several options at either site and will be contacting you in the very near future to inform you of our proposed strategies.

Mr. B. Olson
09/13/1999
Page 2

Please review the attached site maps and accept them as our groundwater monitoring well installation plans. All well installations and sampling events will be conducted in accordance with PNM's Groundwater Management Plan for Unlined Surface Impoundments, March 1996. If you need additional information or have any questions, you may call me at (505) 241-2974. Thank you for your time and consideration concerning this matter.

Sincerely,
PNM Environmental Services



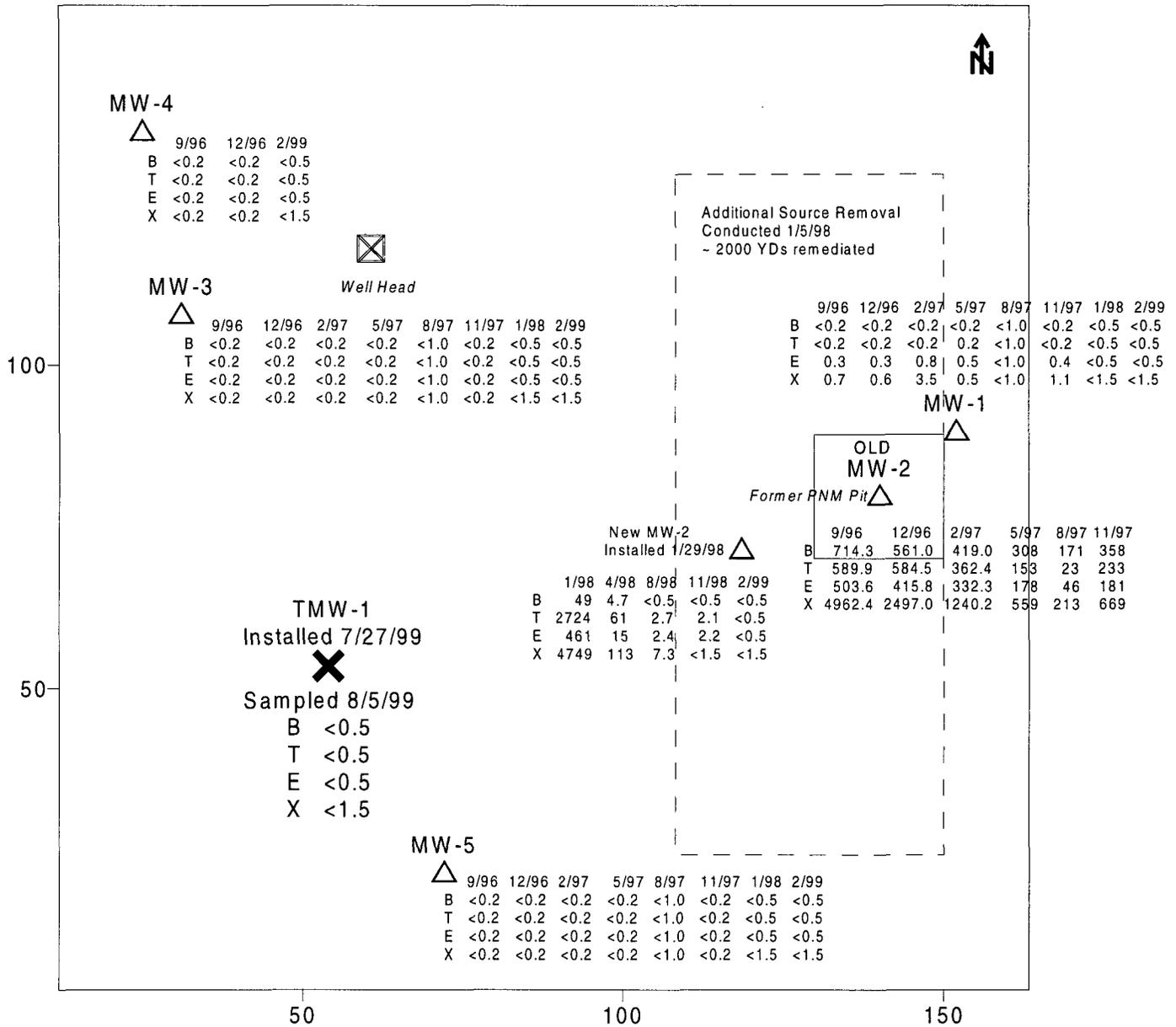
Maureen Gannon
Project Manager

Attachments

cc: Ingrid Deklau, WFS
Denny Foust, OCD-Aztec Office
Kathy Juckes, PNM Farmington File
Keith Manwell, Jicarilla Environmental Protection Office
Mark Sikelianos, PNM

Figure 2.
Florance 32A: Site Map With Analytical Results
(Concentrations in ppb)

← San Juan River



Olson, William

From: Olson, William
Sent: Tuesday, August 31, 1999 8:07 AM
To: 'MGannon@pnm.com'
Subject: RE: Request for Extension
Importance: High

The below requested extension is approved.

From: MGannon@pnm.com[SMTP:MGannon@pnm.com]
Sent: Monday, August 30, 1999 4:30 PM
To: Olson, William
Cc: MSikeli@pnm.com
Subject: Request for Extension

As discussed with you last week during the OCC hearing on the Hampton 4M site, PNM requests an extension to complete our plans documenting additional ground water monitoring well installations at several sites we are currently managing in the San Juan Basin. Your letter of August 16, 1999 asks that a plan be submitted by Tuesday, August 31, 1999. We request an additional two weeks from this date to finish the plans and submit them to your office. We will have the plans to you by Tuesday, September 14, 1999.

We appreciate your patience in this matter. If you have any questions or concerns, please call me at (505) 241-2974.

Maureen Gannon
Environmental Services
241-2974



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

May 28, 1999

CERTIFIED MAIL
RETURN RECEIPT NO. Z-274-520-668

Ms. Maureen Gannon
Public Service Company of New Mexico
Alvarado Square, MS-0408
Albuquerque, New Mexico 87401

RE: 1999 SAN JUAN BASIN ANNUAL GROUNDWATER REPORT

Dear Ms. Gannon:

The New Mexico Oil Conservation Division (OCD) has reviewed Public Service Company of New Mexico's (PNM) April 5, 1999 "1999 SAN JUAN BASIN ANNUAL GROUNDWATER REPORT". This document contains the results of PNM's 1998 monitoring and remediation of contaminated ground water related to the closure of unlined oil and gas production pits in the San Juan Basin.

The OCD has the following comments and requirements regarding the above referenced document:

- A. On July 14, 1999, the OCD required that PNM install additional ground water monitoring wells at 7 sites to determine the extent of ground water contamination that was in excess of New Mexico Water Quality Control Commission (WQCC) ground water standards. According to the above referenced documents additional wells were installed at 2 of the sites. However, the documents do not contain any information on the installation of additional monitoring wells for the sites listed below. The OCD requires that PNM submit a plan to address this deficiency for these sites. The plan shall be submitted to the OCD Santa Fe Office by July 28, 1999 with a copy provided to the OCD Aztec District Office.

- | | | |
|----|------------------------------------|-----------------------------|
| 1. | Dogie Compressor Station North Pit | Unit D, Sec. 04, T25N, R06W |
| 2. | Florance #32A | Unit F, Sec. 15, T30N, R08W |
| 3. | Jacques #2A | Unit D, Sec. 25, T30N, R09W |
| 4. | Mangum #1E | Unit F, Sec. 33, T29N, R11W |
| 5. | McClanahan #22 | Unit G, Sec. 14, T28N, R10W |

Ms. Maureen Gannon
May 28, 1999
Page 2

B. The closure reports for the sites listed below show that the extent of ground water contamination in excess of New Mexico WQCC ground water standards has not been completely defined. Therefore, the OCD requires that PNM submit a plan for the installation of additional monitor wells to determine the extent of ground water contamination at these sites. The plan shall be submitted to the OCD Santa Fe Office by July 28, 1999 with a copy provided to the OCD Aztec District Office.

- | | | |
|----|-----------------------------------|-----------------------------|
| 1. | Dogie Compressor Station East Pit | Unit D, Sec. 04, T25N, R06W |
| 2. | Honolulu Line Drip | Unit B, Sec. 15, T26N, R04W |
| 3. | Ice Canyon Drip | Unit H, Sec. 13, T26N, R07W |
| 4. | Jicarilla Contract 147-6 | Unit C, Sec. 06, T25N, R05W |
| 5. | Randalman #1 | Unit K, Sec. 13, T31N, R11W |

C. Several of the reports state that certain contaminants such as chloride, sulfate and total dissolved solids are not enforceable standards under State of New Mexico regulations. For your information, all of the WQCC standards as contained in 20 NMAC 6.2.3101 are enforceable standards.

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
Kurt Sandoval, Jicarilla Apache Environmental Protection Office

Public Service Company
of New Mexico
603 W. Elm - P.O. Box 4750
Farmington, NM 87499
505 950-1997
Fax 505 325-7365

April 29, 1999

Oil Conservation Division
Attention: Bill Olson
2040 South Pacheco
Santa Fe, NM 87505

RECEIVED

APR 05 1999

ENVIRONMENTAL BUREAU
OIL CONSERVATION DIVISION



Gas Services

Subject: OCD Closure Reports – 1st Reporting Quarter, 1999

Dear Mr. Olson:

PNM Environmental Services is submitting closure reports to the Oil Conservation Division for the groundwater sites listed below:

1. Florance #32A
2. Jacques #2A
3. McClanahan A #2E
4. Mangum #1E

I have provided copies of the closures to Denny Foust for his information.

I have also enclosed copies of closures submitted to Denny Foust for his approval for the sites listed below:

- | | |
|----------------------------|-------------------------|
| 1. Delo #2 | 12. Navajo Indian B #6M |
| 2. Leonard Johnston #1 | 13. Patterson A Com #1 |
| 3. Leonard Johnson #2 | 14. Patterson A Com #1E |
| 4. McCroden #1 | 15. Richardson #1 |
| 5. McCroden #3 | 16. Richardson #1A |
| 6. McCroden #3A | 17. Richardson #9 |
| 7. McCroden A #1 Drip | 18. Starr #1 |
| 8. McCroden A #3 Line Drip | 19. Starr #1 Drip |
| 9. McCroden B #1 | 20. Starr #4A |
| 10. McCroden B #1 Drip | 21. State Com AJ #34E |
| 11. McCroden B #3 | |

The following Jicarilla Apache Locations were submitted to Denny Foust, also (copies enclosed):

- | | |
|---------------------------|------------------------------------|
| 1. Axi Apache J #19 | 12. Jicarilla B #13 Drip |
| 2. Axi Apache N #1 | 13. Jicarilla Contract 147 #6 Drip |
| 3. Axi Apache N #10 | 14. Jicarilla G #6 Drip |
| 4. Axi Apache N #12A | 15. Jicarilla G #6M |
| 5. Axi Apache N #13 | 16. Jicarilla J #14 |
| 6. Axi Apache N #14 | 17. Jicarilla J #22 |
| 7. Axi Apache O #10 Drip | 18. Jicarilla K #12 |
| 8. Axi Apache O #5 Drip | 19. Jicarilla K #17 |
| 9. Jicarilla 103 #6M Drip | 20. Jicarilla K #5 |
| 10. Jicarilla A #10 | 21. Jicarilla K #6 Drip |
| 11. Jicarilla B #12 Drip | 22. K-Well Main Line Separator |

If you have any questions, please call me at 324-3764.

Sincerely,

Kathy Juckes
Staff Assistant



District I
P.O. Box 1980, Hobbs, NM

District II
P.O. Drawer DD, Artesia, NM 88221

District III
1000 Rio Brazos Rd, Aztec, NM 87410

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

2040 South Pacheco Street
Santa Fe, New Mexico 87505

SUBMIT 1 COPY TO
APPROPRIATE
DISTRICT OFFICE
AND 1 COPY TO
SANTA FE OFFICE

PIT REMEDIATION AND CLOSURE REPORT

Operator:	PNM Gas Services (Amoco)		Telephone:	324-3764			
Address:	603 W. Elm Street Farmington, NM 87401						
Facility or Well Name:	Florance #32A						
Location:	Unit	F	Sec	15	T 30N R 8W County San Juan		
Pit Type:	Separator	<input type="checkbox"/>	Dehydrator	<input type="checkbox"/>	Other One inactive pit.		
Land Type:	BLM	<input checked="" type="checkbox"/>	State	<input type="checkbox"/>	Fee <input type="checkbox"/> Other		
Pit Location:	Pit dimensions:	length	20'	width	20'	depth	4'
(Attach diagram)	Reference:	wellhead	<input checked="" type="checkbox"/>	other			
	Footage from reference:	75'					
	Direction from reference:	20	Degrees	<input checked="" type="checkbox"/>	East	North	<input type="checkbox"/>
				<input type="checkbox"/>	West	South	<input checked="" type="checkbox"/>
Depth to Ground Water:		Less than 50 feet	(20 points)				
		50 feet to 99 feet	(10 points)				
(Vertical distance from contaminants to seasonal high water elevation of ground water)		Greater than 100 feet	(0 points)				20
Wellhead Protection Area:		Yes	(20 points)				
(Less than 200 feet from a private domestic water source, or, less than 1,000 feet from all other water sources)		No	(0 points)				0
Distance to Surface Water:		Less than 200 feet	(20 points)				
		200 feet to 1,000 feet	(10 points)				
(Horizontal distance to perennial lakes, ponds, rivers, streams, creeks, irrigation canals and ditches)		Greater than 1,000 feet	(0 points)				10
	RANKING SCORE (TOTAL POINTS) :						30

Groundwater Site Summary Report

Copies: WFS (1)
Operator (1)
NMOCD District Office (1)
NMOCD Santa Fe (1)

Quarter/Year: 2nd/98, 3rd/98, 4th/98 & 1st/99

Operator: Amoco

Sec: 15 **Twn:** 30 **Rng:** 8 **Unit:** F

Canyon: San Juan River

Vulnerable Class: Original

OCD Ranking: 30

Lead Agency: NMOCD

Topo Map: Figure 1

Well Completion Diagram: previously submitted

Site Map with Analysis: Figure 2

Groundwater Contour Map: Figure 3a(April 1998), Figure 3b (August 1998), Figure 3c (November 1998), & Figure 3d (February 1999)

Groundwater Hydrograph: Figure 4

Full-Suite Groundwater Results: previously submitted

Analytical Results: See 1999 Annual Groundwater Report

Site Hydrology:

Florance 32A site (Figure 1) lies on the alluvial floodplain of the San Juan River, about three miles upstream (northeast) of Archuleta, New Mexico. The river meanders over a broad flat alluvial plain spanning a width of about half a mile, contained within steep valley walls. The site lies at an elevation of about 5695 ft. amsl, and the river is perhaps ten feet lower in elevation. A steep canyon wall lies just southeast of the site, and the river is about 600 feet north.

The five monitor wells at the site (Figure 1) showed sand and gravel materials in the subsurface. Several borings also found a cobble layer at shallow depths (less than 20 feet). These materials are characteristic of the bedload of the modern river. Depth to water is from 6 to 8 feet at the site.

Groundwater flows southwest beneath the site, as shown in Figures 3a, 3b, 3c and 3d. The flow direction is parallel to the orientation of the river valley axis.

The hydrograph (Figure 4) shows water level shifts in tandem in all the wells, indicating no seasonal change in groundwater flow direction; this is corroborated by plots of groundwater levels during different time periods (Figures 3a through 3d). Well MW-2 shows an anomalous water table elevation after it was reinstalled in January, 1998; however, this most likely reflects the undeveloped state of the well, and not the true water table elevation. After the sampling event of January, 1998, the water levels in well MW-2 again began to track parallel with the other wells. The hydrograph also shows marked seasonal changes in water levels, typically with higher levels during spring runoff. Comparison with USGS stream gauging records (site 09355500 - San Juan River near Archuleta) shows a direct relationship between river stage and groundwater elevation, thus emphasizing the direct hydraulic connection between the river and the shallow alluvial aquifer at the site.

Activities for Previous Year:

Due to the presence of high BTEX concentrations in MW-2, PNM conducted additional source removal at the site on January 5, 1998. Field crews removed approximately 2000 cubic yards in and around PNM's former pit. MW-2 was removed during the excavation. PNM re-installed MW-2 on January 29, 1998.

PNM conducted quarterly groundwater sampling at the Florance 32A on April 29, August 7 and November 4, 1998, and again on February 10, 1998. Water level data were collected from all wells during each sampling event. All sampling was performed in strict compliance with EPA protocol. PNM delivered the samples to OnSite Technologies, Farmington, New Mexico for chemical analyses of BTEX using EPA method 8020.

Public Service Company of New Mexico - Gas Services

Environmental Services Division - Alvarado Square, MS-0408
Albuquerque, NM 87158

Contact: Maureen Gannon

Telephone: 505-241-2974

PNMGS Well Site: Florance 32 (continued)

Results:

Figure 2 is a site map of the Florance 32A and includes groundwater analytical results. BTEX concentrations in the area of the former pit (well MW-2) have been below standards for four consecutive quarters. Apparently the additional source removal performed in January, 1998 appears to have accelerated the reduction of benzene in this area. The secondary source removal action was prompted by elevated BTEX concentrations in the source well.

Other wells have not shown detectable concentrations of BTEX compounds, except for MW-1 (the upgradient well). Concentrations in well MW-1 have also been below standards during every sampling event.

Future Actions:

Consistent with PNM's San Juan Basin Groundwater Management Plan, PNM requests closure of the Florance 32A with the submittal of the 1st Quarter 1999 Pit Closures Report. This request is based upon the analytical data collected over the last two years at the site. The secondary excavation of additional source materials appears to have been successful in achieving clean-up at the Florance 32A; the BTEX concentrations in the source well (MW-2) have been below standards for four consecutive quarters. Resampling of all monitor wells also shows that BTEX compounds are below detection limits in the other wells.

Upon approval of the groundwater closure report, PNM will plug and abandon the five groundwater monitoring wells at the site. The concrete pad and metal vault surrounding each well will be removed. The well casing will be cut to ground surface and each well will be plugged o the surface with cement containing 5% bentonite.

Public Service Company of New Mexico - Gas Services

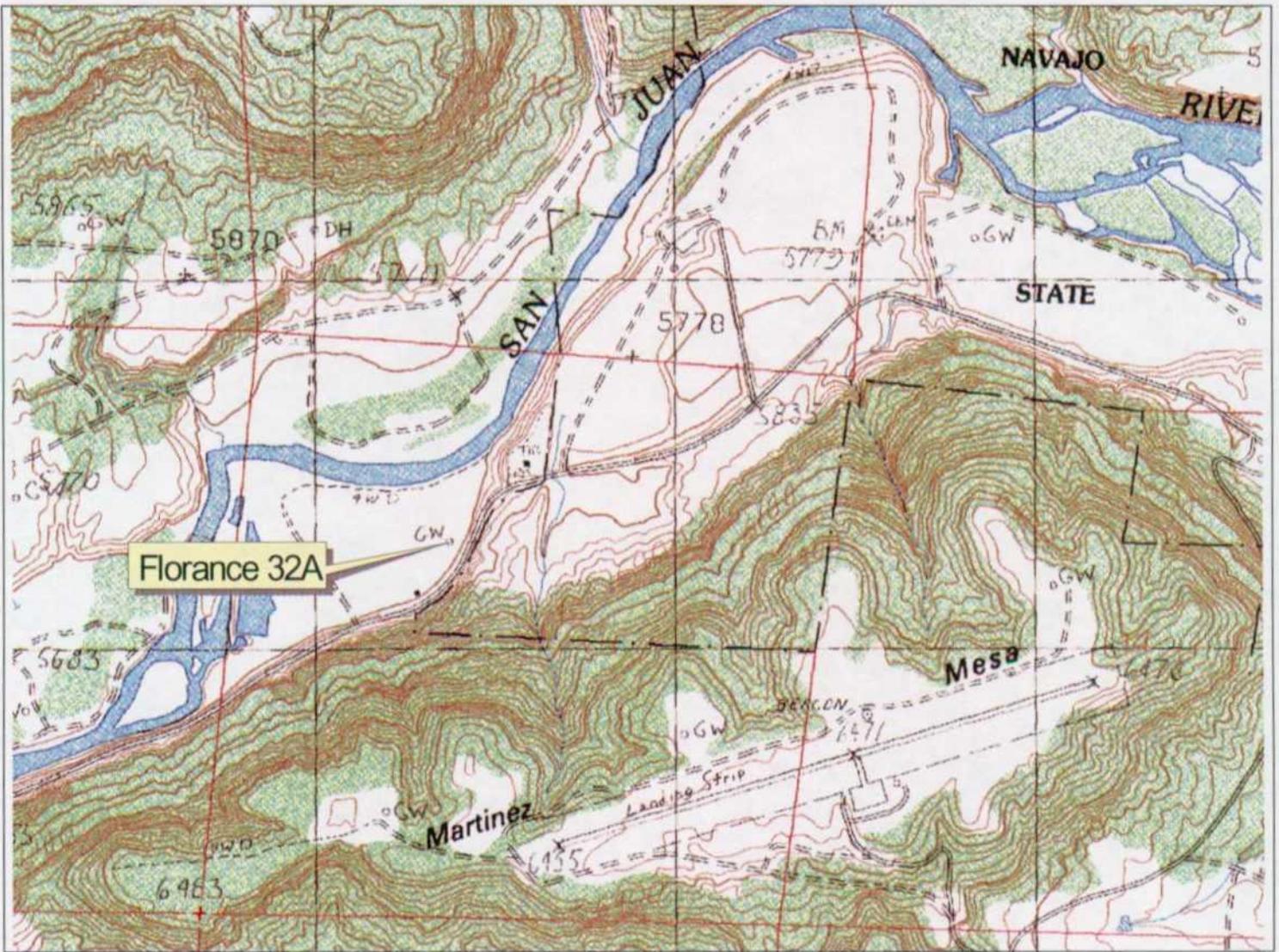
Environmental Services Division - Alvarado Square, MS-0408
Albuquerque, NM 87158

Contact: Maureen Gannon

Telephone: 505-241-2974



Figure 1.
Florance 32A Groundwater Site
Twn. 30N Rng. 8W Sec. 15 Unit F



Archuleta, NM Quadrangle

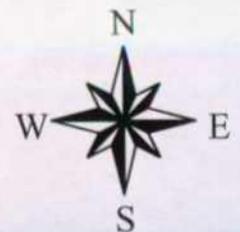


Figure 2.
Florance 32A: Site Map With Analytical Results
(Concentrations in ppb)

← San Juan River

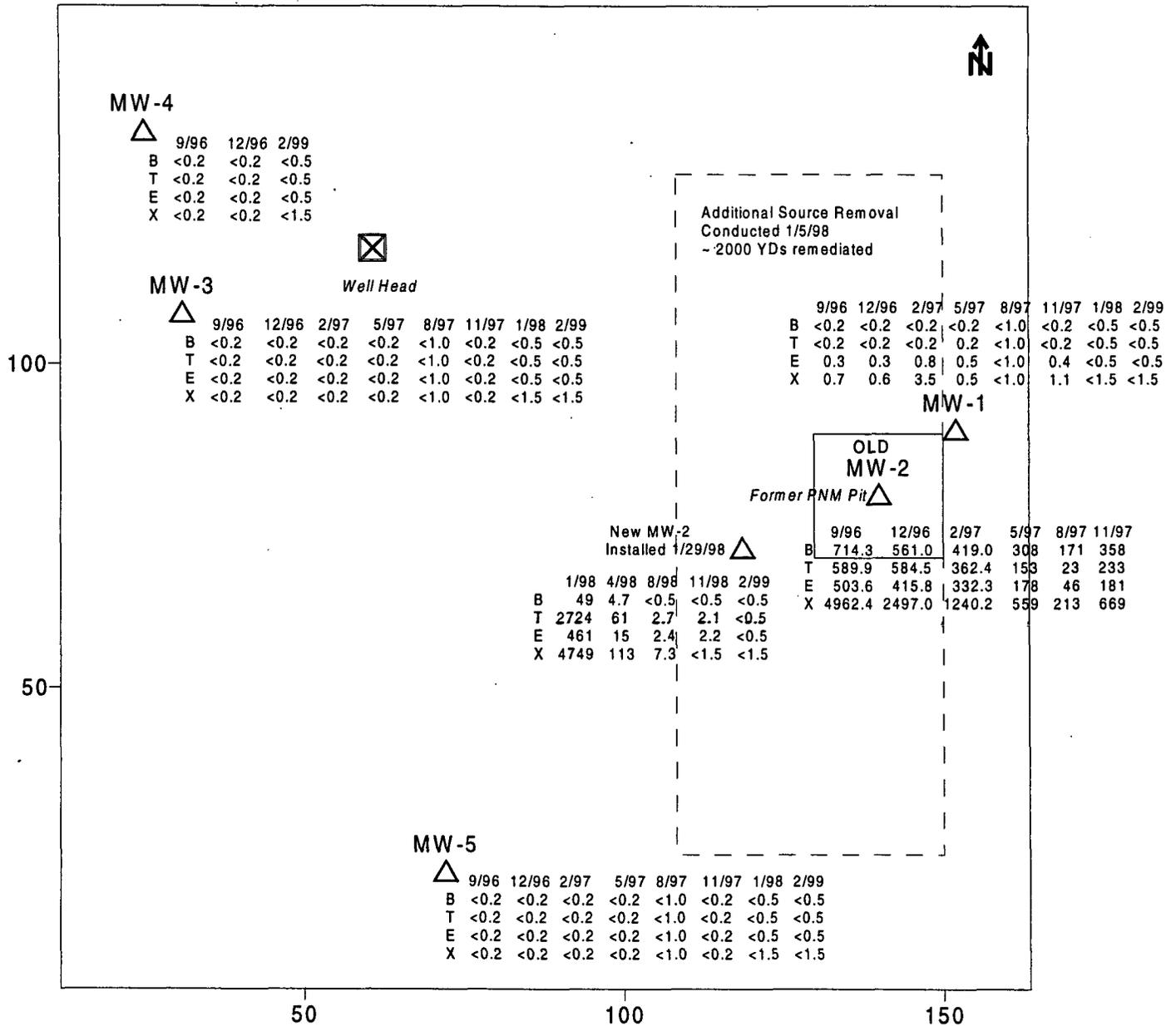


Figure 3a.
Florance 32A Groundwater Contour Map
(April 29, 1998)

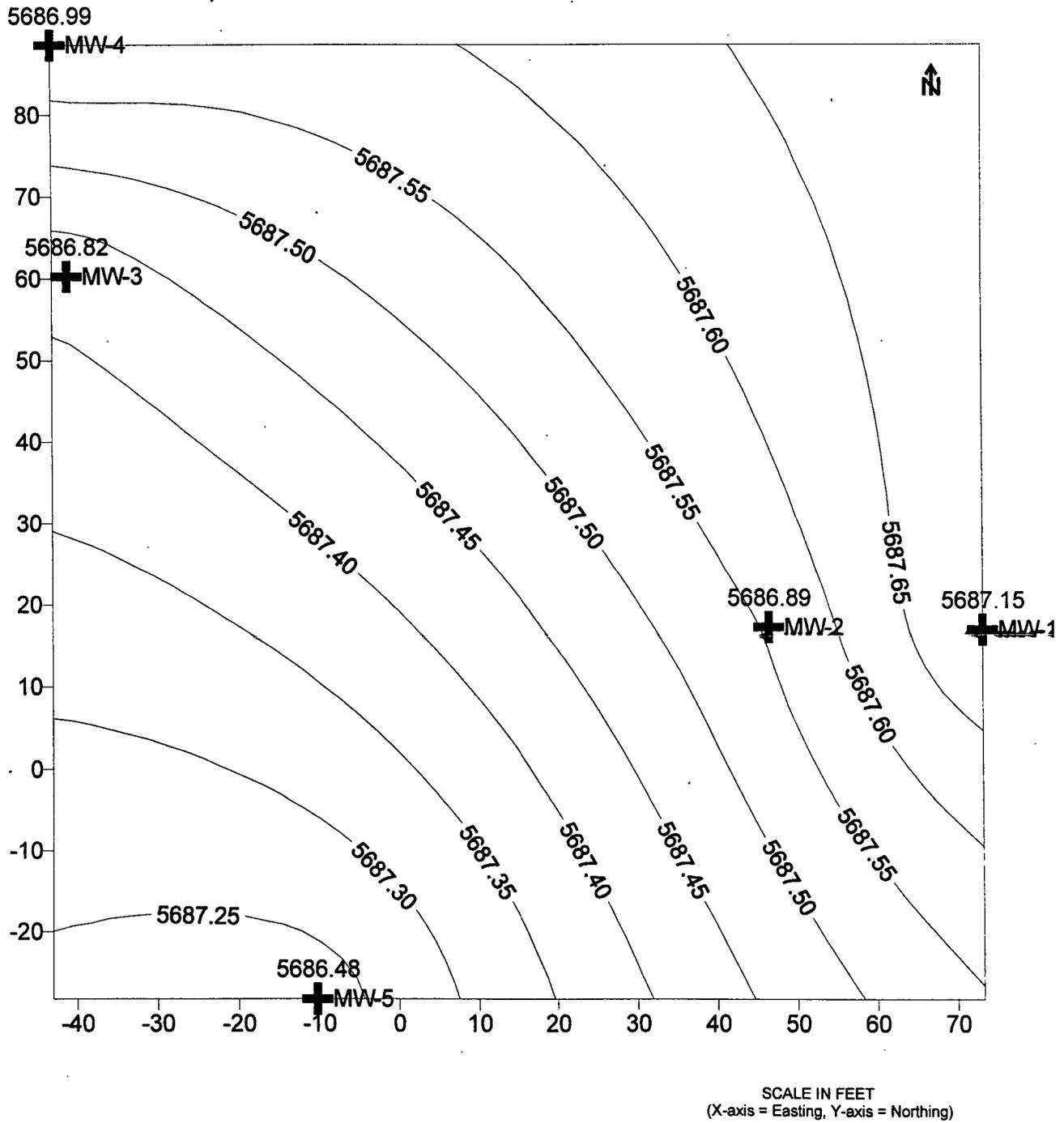
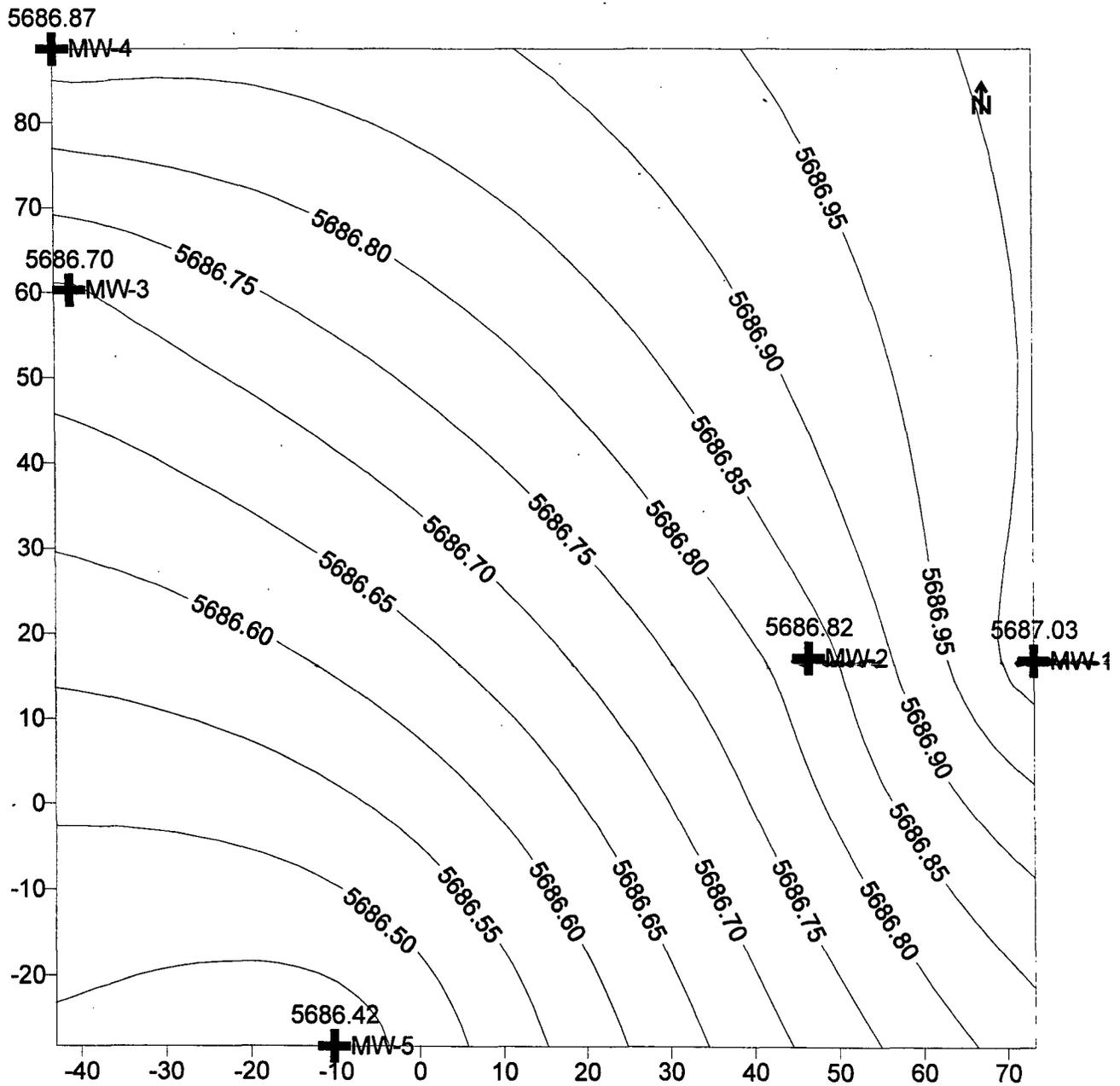


Figure 3c.
Florance 32A Groundwater Contour Map
(November 4, 1998)



SCALE IN FEET
(X-axis = Easting, Y-axis = Northing)

Figure 3d.
Florance 32A Groundwater Contour Map
(February 10, 1999)

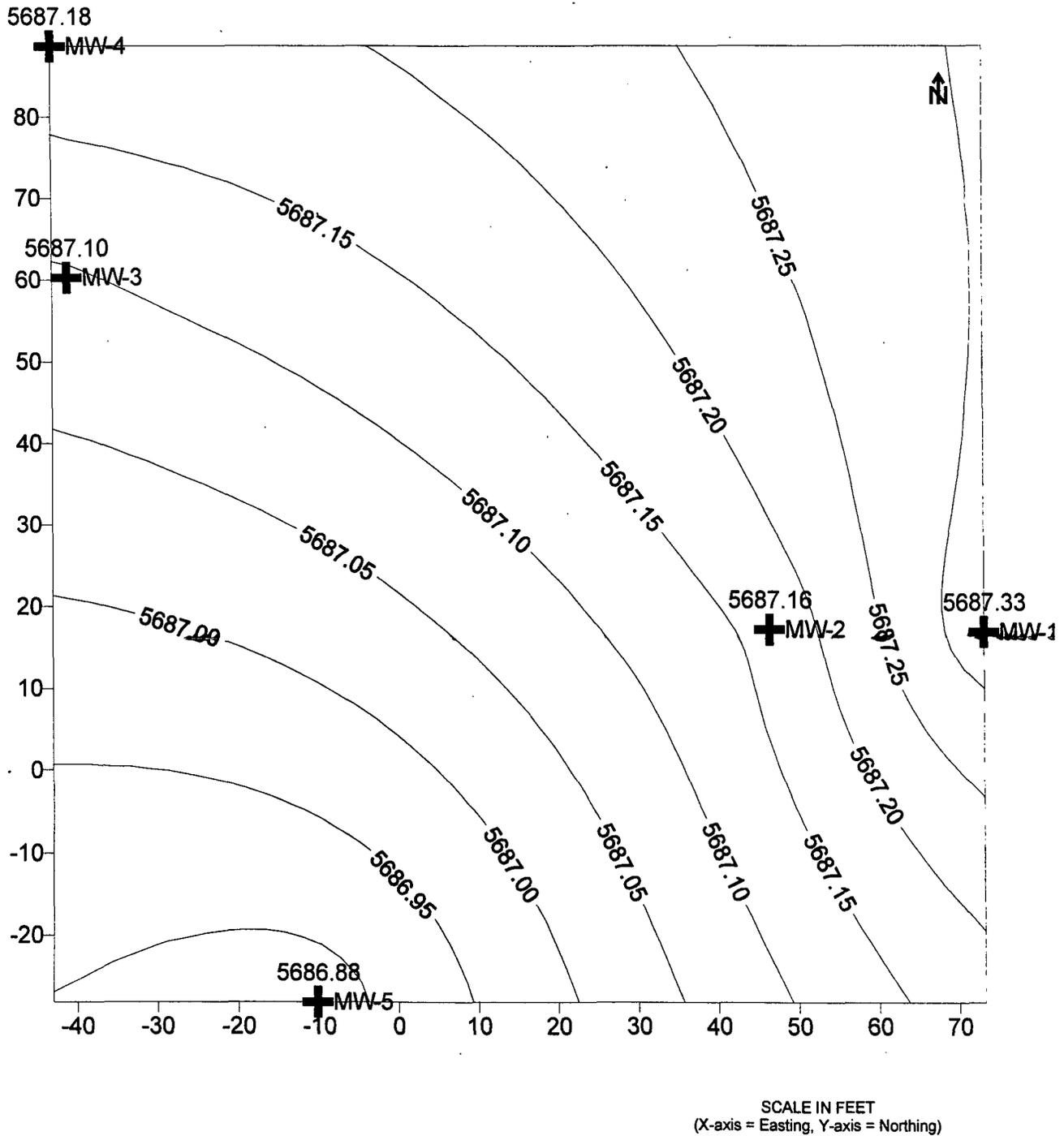
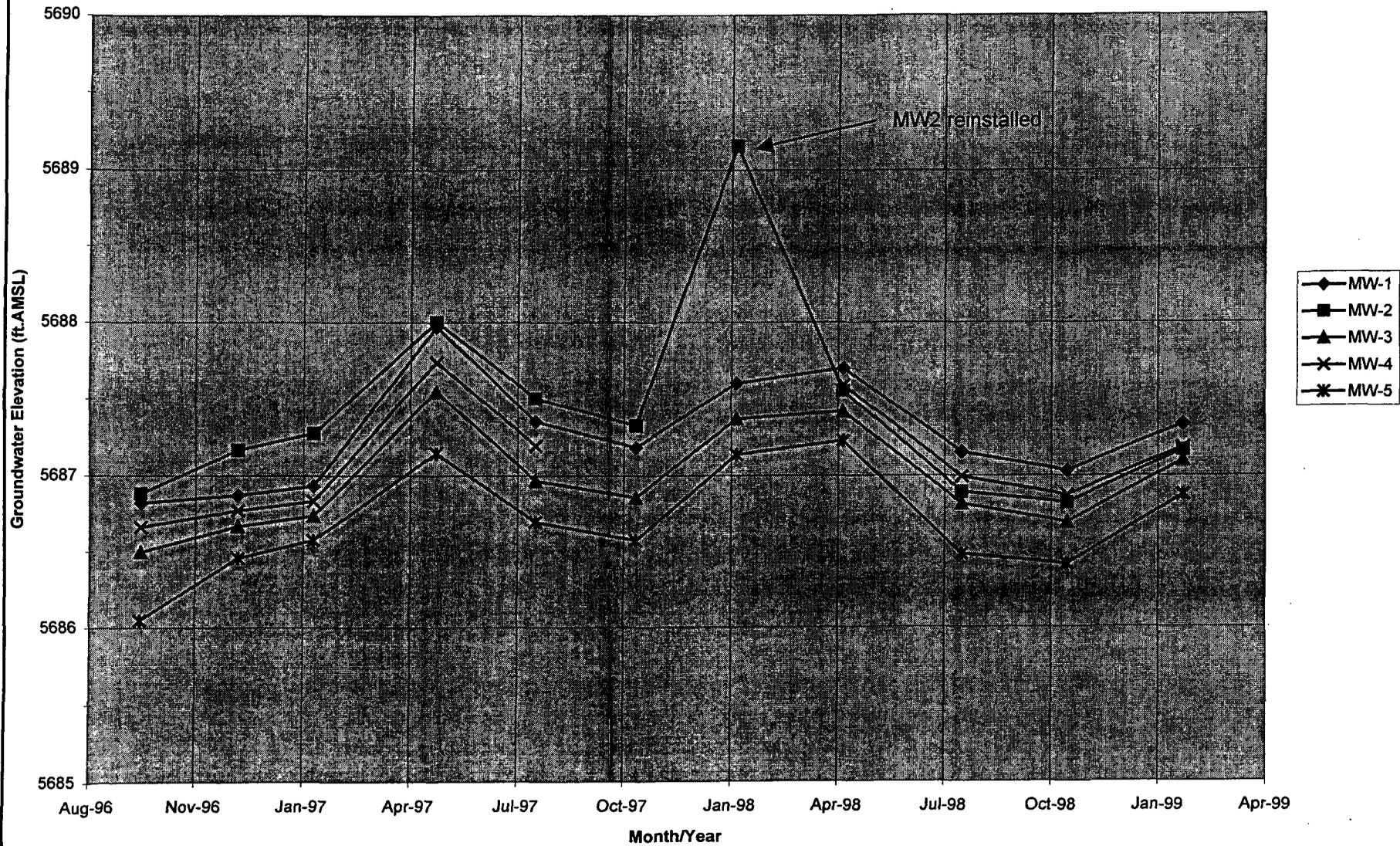
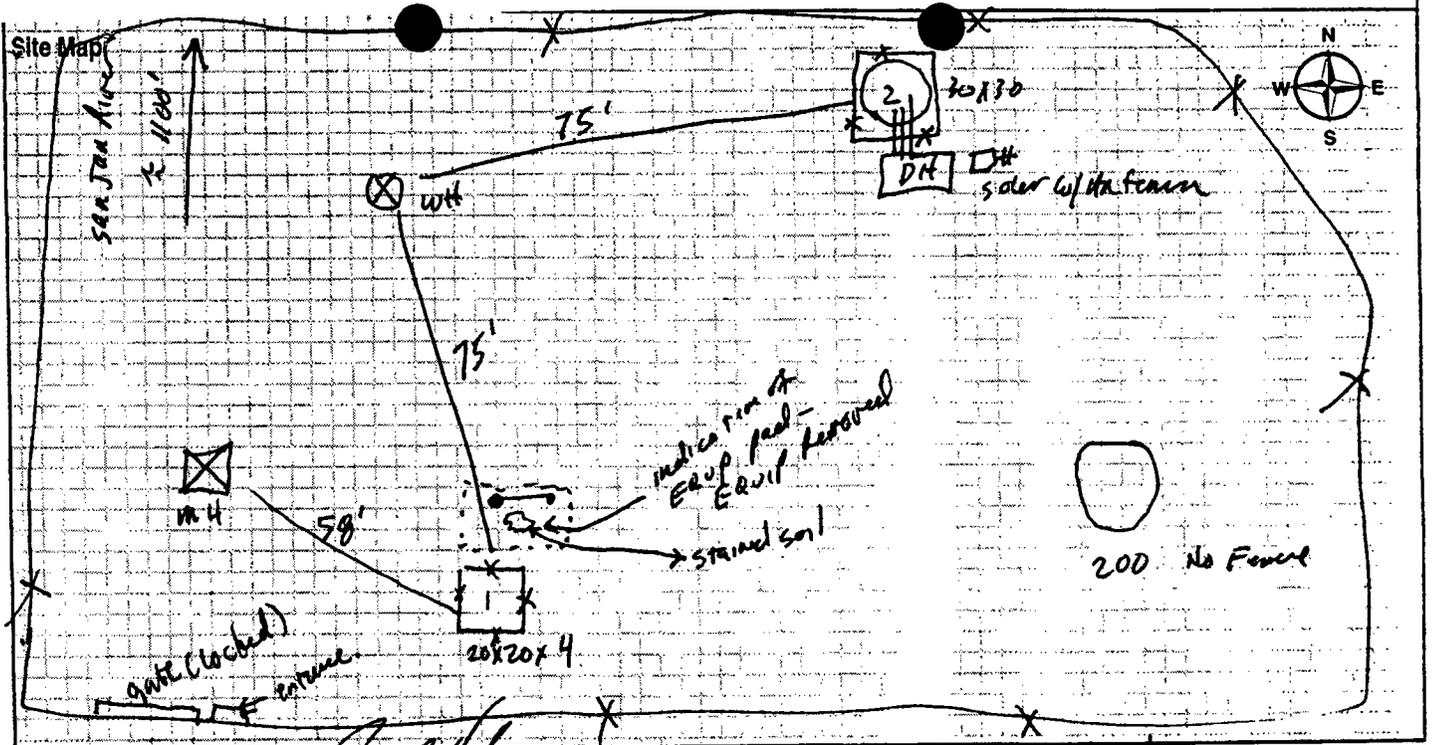


Figure 4. Florance 32A Hydrograph
(Water Level vs. Time)





Assessor's Signature: [Signature] Date: 10/22/95

OFF: (505) 325-5667



LAB: (505) 325-1556

Diesel Range Organics

Attn: *Denver Bearden*
 Company: *PNM Gas Services*
 Address: *603 W. Elm*
 City, State: *Farmington, NM 87401*

Date: *24-Jul-96*
 COC No.: *4740*
 Sample No. *11564*
 Job No. *2-1000*

Project Name: *PNM Gas Services - Florance 32A*
 Project Location: *9607221050; Pit Excavation Composite of Walls*
 Sampled by: *RH* Date: *22-Jul-96* Time: *10:50*
 Analyzed by: *HR* Date: *24-Jul-96*
 Sample Matrix: *Soil*

Laboratory Analysis

<i>Parameter</i>	<i>Result</i>	<i>Unit of Measure</i>	<i>Detection Limit</i>	<i>Unit of Measure</i>
<i>Diesel Range Organics (C10 - C28)</i>	<i>879.6</i>	<i>mg/kg</i>	<i>5.0</i>	<i>mg/kg</i>

Quality Assurance Report

DRO QC No.: 0479-QC

Calibration Check

<i>Parameter</i>	<i>Method Blank</i>	<i>Unit of Measure</i>	<i>True Value</i>	<i>Analyzed Value</i>	<i>% Diff</i>	<i>Limit</i>
<i>Diesel Range (C10 - C28)</i>	<i><5.0</i>	<i>ppm</i>	<i>2,000</i>	<i>1,798</i>	<i>10.1</i>	<i>15%</i>

Matrix Spike

<i>Parameter</i>	<i>1- Percent Recovered</i>	<i>2- Percent Recovered</i>	<i>Limit</i>	<i>%RSD</i>	<i>Limit</i>
<i>Diesel Range (C10-C28)</i>	<i>98</i>	<i>100</i>	<i>(70-130)</i>	<i>2</i>	<i>20%</i>

Method - SW-846 EPA Method 8015A mod. - Nonhalogenated Volatile Hydrocarbons by Gas Chromatography

Approved by: *JAC*
 Date: *7/24/96*

OFF: (505) 325-5667



LAB: (505) 325-1556

AROMATIC VOLATILE ORGANICS

Attn: *Denver Bearden*
 Company: *PNM Gas Services*
 Address: *603 W. Elm*
 City, State: *Farmington, NM 87401*

Date: *24-Jul-96*
 COC No.: *4740*
 Sample No. *11564*
 Job No. *2-1000*

Project Name: *PNM Gas Services - Florance 32A*
 Project Location: *9607221050; Pit Excavation Composite of Walls*
 Sampled by: *RH* Date: *22-Jul-96* Time: *10:50*
 Analyzed by: *DC* Date: *23-Jul-96*
 Sample Matrix: *Soil*

Aromatic Volatile Organics

Component	Result	Units of Measure	Detection Limit	Units of Measure
<i>Benzene</i>	<i>2631.0</i>	<i>ug/kg</i>	<i>0.2</i>	<i>ug/kg</i>
<i>Toluene</i>	<i>43482.8</i>	<i>ug/kg</i>	<i>0.2</i>	<i>ug/kg</i>
<i>Ethylbenzene</i>	<i>21766.2</i>	<i>ug/kg</i>	<i>0.2</i>	<i>ug/kg</i>
<i>m,p-Xylene</i>	<i>186938.3</i>	<i>ug/kg</i>	<i>0.2</i>	<i>ug/kg</i>
<i>o-Xylene</i>	<i>52854.9</i>	<i>ug/kg</i>	<i>0.2</i>	<i>ug/kg</i>
	<i>TOTAL</i>	<i>307673.2</i>		<i>ug/kg</i>

Method - SW-846 EPA Method 8020 Aromatic Volatile Organics by Gas Chromatography

Approved by: *Jag*
 Date: *7/24/96*

OFF: (505) 325-5667



LAB: (505) 325-1556

AROMATIC VOLATILE ORGANICS

Attn: *Denver Bearden*
 Company: *PNM Gas Services*
 Address: *603 W. Elm*
 City, State: *Farmington, NM 87401*

Date: *23-Jul-96*
 COC No.: *4739*
 Sample No.: *11565*
 Job No.: *2-1000*

Project Name: *PNM Gas Services - Florance 32A*
 Project Location: *9607230915; Pit Excavation Ground Water Sample*
 Sampled by: *RH* Date: *23-Jul-96* Time: *9:15*
 Analyzed by: *HR* Date: *23-Jul-96*
 Sample Matrix: *Water*

Laboratory Analysis

<i>Parameter</i>	<i>Result</i>	<i>Unit of Measure</i>	<i>Detection Limit</i>	<i>Unit of Measure</i>
<i>Benzene</i>	<i>797.5</i>	<i>ug/L</i>	<i>0.2</i>	<i>ug/L</i>
<i>Toluene</i>	<i>7014.0</i>	<i>ug/L</i>	<i>0.2</i>	<i>ug/L</i>
<i>Ethylbenzene</i>	<i>341.9</i>	<i>ug/L</i>	<i>0.2</i>	<i>ug/L</i>
<i>m,p-Xylene</i>	<i>5158.2</i>	<i>ug/L</i>	<i>0.2</i>	<i>ug/L</i>
<i>o-Xylene</i>	<i>1351.4</i>	<i>ug/L</i>	<i>0.2</i>	<i>ug/L</i>
<i>TOTAL</i>	<i>14663.1</i>	<i>ug/L</i>		

Method - SW-846 EPA Method 8020 Aromatic Volatile Organics by Gas Chromatography

Approved by: *[Signature]*
 Date: *7/23/96*

Flavence # 32A
Amoco
Sec. 15, 30N, 8W

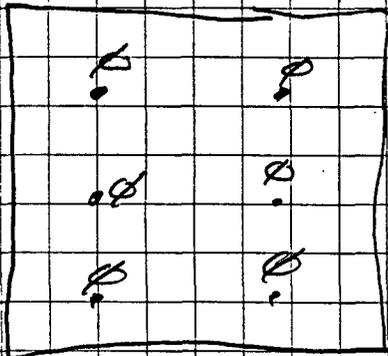
9-10-96

Land Farm: On location

Composite sample # 9609101015

dept. comp.

Soil vapor head space PID reading: 2.1 ppm



2'-12" depth
~~2'-12"~~ sand

OFF: (505) 325-5667



LAB: (505) 325-1556

Diesel Range Organics

Attn: *Denver Bearden*
 Company: *PNM Gas Services*
 Address: *603 W. Elm*
 City, State: *Farmington, NM 87401*

Date: *12-Sep-96*
 COC No.: *5005*
 Sample No. *12087*
 Job No. *2-1000*

Project Name: *PNM Gas Services - Florance #32A Landfarm*
 Project Location: *9609101015; 6pt. Composite, 2"-12" depth*
 Sampled by: *GC* Date: *10-Sep-96* Time: *10:15*
 Analyzed by: *DC/HR* Date: *12-Sep-96*
 Sample Matrix: *Soil*

Laboratory Analysis

<i>Parameter</i>	<i>Result</i>	<i>Unit of Measure</i>	<i>Detection Limit</i>	<i>Unit of Measure</i>
<i>Diesel Range Organics (C10 - C28)</i>	<i><5.0</i>	<i>mg/kg</i>	<i>5.0</i>	<i>mg/kg</i>

Quality Assurance Report

DRO QC No.: 0489-QC

Calibration Check

<i>Parameter</i>	<i>Method Blank</i>	<i>Unit of Measure</i>	<i>True Value</i>	<i>Analyzed Value</i>	<i>% Diff</i>	<i>Limit</i>
<i>Diesel Range (C10 - C28)</i>	<i><5.0</i>	<i>ppm</i>	<i>100</i>	<i>104</i>	<i>4.2</i>	<i>15%</i>

Matrix Spike

<i>Parameter</i>	<i>1- Percent Recovered</i>	<i>2 - Percent Recovered</i>	<i>Limit</i>	<i>%RSD</i>	<i>Limit</i>
<i>Diesel Range (C10-C28)</i>	<i>98</i>	<i>114</i>	<i>(70-130)</i>	<i>11</i>	<i>20%</i>

Method - SW-846 EPA Method 8015A mod. - Nonhalogenated Volatile Hydrocarbons by Gas Chromatography

Approved by: *DAF*
 Date: *9/12/96*

P.O. BOX 2606 • FARMINGTON, NM 87499

TELEPHONE: (505) 325-5667 FAX: (505) 325-1556



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

May 28, 1999

CERTIFIED MAIL
RETURN RECEIPT NO. Z-274-520-668

Ms. Maureen Gannon
Public Service Company of New Mexico
Alvarado Square, MS-0408
Albuquerque, New Mexico 87401

RE: 1999 SAN JUAN BASIN ANNUAL GROUNDWATER REPORT

Dear Ms. Gannon:

The New Mexico Oil Conservation Division (OCD) has reviewed Public Service Company of New Mexico's (PNM) April 5, 1999 "1999 SAN JUAN BASIN ANNUAL GROUNDWATER REPORT". This document contains the results of PNM's 1998 monitoring and remediation of contaminated ground water related to the closure of unlined oil and gas production pits in the San Juan Basin.

The OCD has the following comments and requirements regarding the above referenced document:

- A. On July 14, 1999, the OCD required that PNM install additional ground water monitoring wells at 7 sites to determine the extent of ground water contamination that was in excess of New Mexico Water Quality Control Commission (WQCC) ground water standards. According to the above referenced documents additional wells were installed at 2 of the sites. However, the documents do not contain any information on the installation of additional monitoring wells for the sites listed below. The OCD requires that PNM submit a plan to address this deficiency for these sites. The plan shall be submitted to the OCD Santa Fe Office by July 28, 1999 with a copy provided to the OCD Aztec District Office.

- | | |
|---------------------------------------|-----------------------------|
| 1. Dogie Compressor Station North Pit | Unit D, Sec. 04, T25N, R06W |
| 2. Florance #32A | Unit F, Sec. 15, T30N, R08W |
| 3. Jacques #2A | Unit D, Sec. 25, T30N, R09W |
| 4. Mangum #1E | Unit F, Sec. 33, T29N, R11W |
| 5. McClanahan #22 | Unit G, Sec. 14, T28N, R10W |

Ms. Maureen Gannon
May 28, 1999
Page 2

B. The closure reports for the sites listed below show that the extent of ground water contamination in excess of New Mexico WQCC ground water standards has not been completely defined. Therefore, the OCD requires that PNM submit a plan for the installation of additional monitor wells to determine the extent of ground water contamination at these sites. The plan shall be submitted to the OCD Santa Fe Office by July 28, 1999 with a copy provided to the OCD Aztec District Office.

- | | | |
|----|-----------------------------------|-----------------------------|
| 1. | Dogie Compressor Station East Pit | Unit D, Sec. 04, T25N, R06W |
| 2. | Honolulu Line Drip | Unit B, Sec. 15, T26N, R04W |
| 3. | Ice Canyon Drip | Unit H, Sec. 13, T26N, R07W |
| 4. | Jicarilla Contract 147-6 | Unit C, Sec. 06, T25N, R05W |
| 5. | Randalman #1 | Unit K, Sec. 13, T31N, R11W |

C. Several of the reports state that certain contaminants such as chloride, sulfate and total dissolved solids are not enforceable standards under State of New Mexico regulations. For your information, all of the WQCC standards as contained in 20 NMAC 6.2.3101 are enforceable standards.

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
Kurt Sandoval, Jicarilla Apache Environmental Protection Office



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 14, 1998

CERTIFIED MAIL
RETURN RECEIPT NO. Z-235-437-312

Ms. Maureen Gannon
Public Service Co. of New Mexico - Gas Services
Alvarado Square, MS-0408
Albuquerque, New Mexico 87401

RE: SAN JUAN BASIN ANNUAL GROUNDWATER REPORT

Dear Ms. Gannon:

The New Mexico Oil Conservation Division (OCD) has reviewed Public Service Company of New Mexico's (PNM) April 2, 1998 "1998 SAN JUAN BASIN ANNUAL GROUNDWATER REPORT". This document contains the results of PNM's 1997 monitoring and remediation of contaminated ground water related to the closure of unlined oil and gas production pits in the San Juan Basin.

Below is the OCD's review of this document:

- A. The closure reports for the sites listed below shows that the extent of ground water contamination in excess of New Mexico Water Quality Control Commission (WQCC) ground water standards has not been completely defined. Therefore, the OCD requires that PNM install additional ground water monitoring wells to monitor and determine the extent of ground water contamination pursuant to their previously approved ground water investigation plan.

- | | | |
|----|--------------------------------|-----------------------------|
| 1. | Dogie Compressor Station North | Unit D, Sec. 04, T25N, R06W |
| 2. | Florance #32A | Unit F, Sec. 15, T30N, R08W |
| 3. | Jacques #2A | Unit D, Sec. 25, T30N, R09W |
| 4. | Mangum #1E | Unit F, Sec. 33, T29N, R11W |
| 5. | McClanahan #22 | Unit G, Sec. 14, T28N, R10W |
| 6. | Miles Federal #1E Drip | Unit N, Sec. 05, T26N, R07W |
| 7. | Zachry #18E | Unit O, Sec. 11, T28N, R10W |

Ms. Maureen Gannon

July 14, 1998

Page 2

B. A review of the ground water quality data for the sites listed below shows that either metals or chlorides and total dissolved solids are present in ground water in excess of WQCC standards at the sites. The OCD requires that PNM determine the extent of these ground water contaminants pursuant to their previously approved ground water investigation plan.

- | | | |
|----|------------------------|-----------------------------|
| 1. | Miles Federal #1E Drip | Unit N, Sec. 05, T26N, R07W |
| 2. | Randleman #1 | Unit K, Sec. 13, T31N, R11W |

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

100 - 6 1996

August 2, 1996

Mr. William Olson
Hydrogeologist
Oil Conservation Division
2040 So. Pacheco
Santa Fe, New Mexico 87505



RE: NOTIFICATION OF GROUNDWATER CONTAMINATION AT THE FLORENCE 32A WELL SITE

Dear Bill:

Pursuant to New Mexico Water Quality Control Commission (WQCC) Regulations, section 1-203, PNM hereby provides written notification of groundwater contamination at the Florence 32A well site, located section 15, township 30 North, range 8 West, unit letter F. A topographic map showing the location of the site is provided as an attachment. The operator is Amoco Oil Company. This letter follows verbal notification provided to you on Wednesday, August 31, 1996 (M. Gannon, PNM to B. Olson. OCD, 8/31/96).

On August 23, 1996, field personnel collected a sample from groundwater in an excavation approximately 8 feet below ground surface. The groundwater sample was delivered to OnSite Technologies, Ltd., in Farmington, New Mexico, for laboratory analysis. A hardcopy of the analytical results are attached. Analytical results are provided below:

Component	Units	WQCC Stds.	Pit Excavation Water Sample
Benzene	ppb	10	797.5
Toluene	ppb	750	7014.0
Ethylbenzene	ppb	750	341.9
Xylenes	ppb	620	6509.6

Boldtype indicates a WQCC exceedance.

This letter serves as written notification of groundwater impact at the Florence 44. PNM will conduct future activities at the site pursuant to PNM's Groundwater Management Plan. If you have any questions, please call me at 241-2974. Thank you.

Sincerely,
PNM

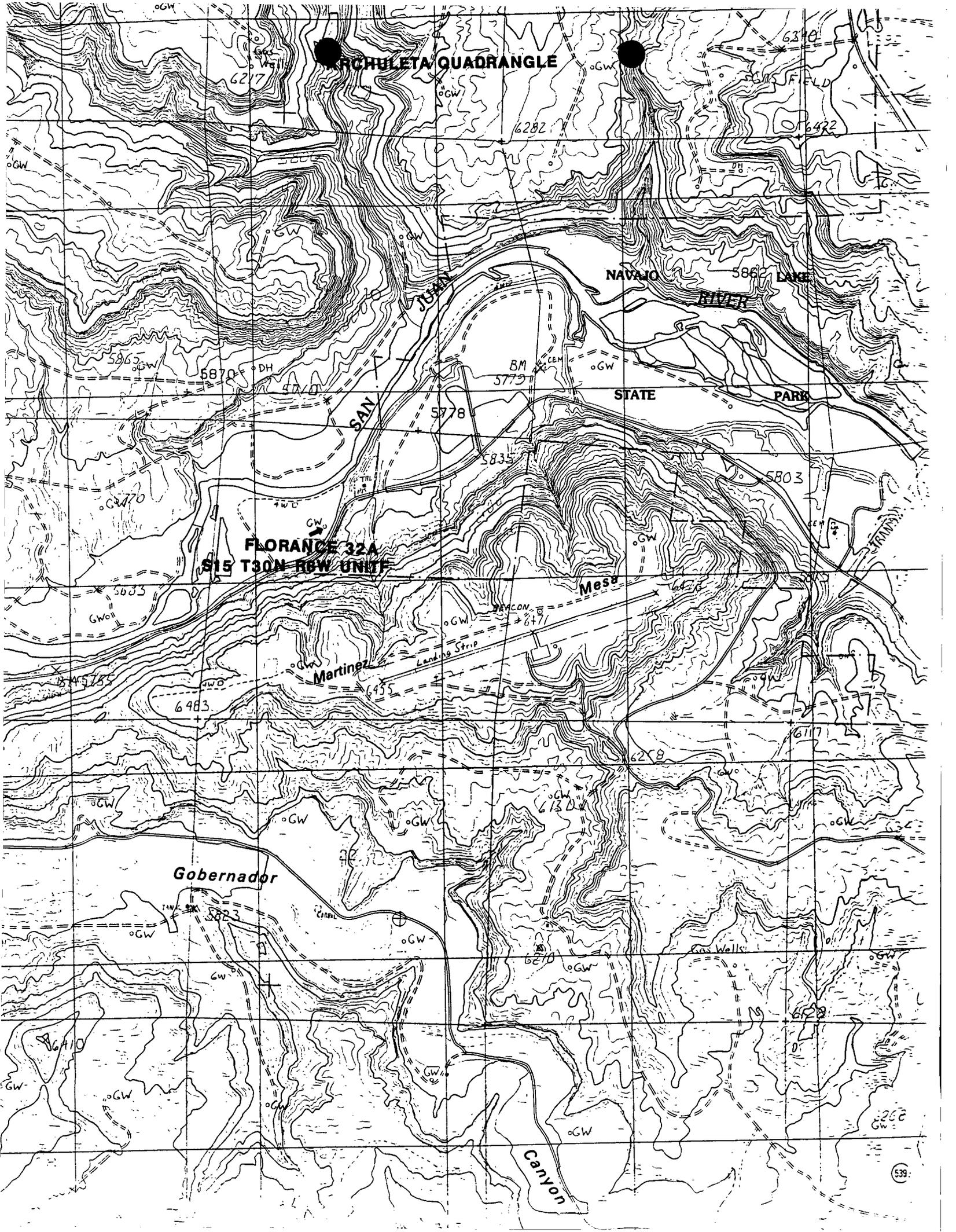
A handwritten signature in cursive script that reads "Maureen Gannon".

Maureen Gannon
Project Manager

MDG/FLOR32A.LTR
Attachment

cc: Colin Adams, PNM
Denver Bearden, PNMGS
Denny Foust, OCD-Aztec Office
Leigh Gooding, WFS
Toni Ristau, PNM
Buddy Shaw, Amoco

ARCHULETA QUADRANGLE



FLORANCE 32A
S15 T30N ROW UNIT

Gobernador

Canyon

Groundwater
S15 T30N R08W
Open Arroyo

OFF: (505) 325-5667



LAB: (505) 325-1336

AROMATIC VOLATILE ORGANICS

Attn: *Denver Bearden*
Company: *PNM Gas Services*
Address: *603 W. Elm*
City, State: *Farmington, NM 87401*

Date: *23-Jul-96*
COC No.: *4739*
Sample No.: *11565*
Job No.: *2-1000*

Project Name: *PNM Gas Services - Florance 32A*
Project Location: *9607230915; Pit Excavation Ground Water Sample*
Sampled by: *RH* Date: *23-Jul-96* Time: *9:15*
Analyzed by: *HR* Date: *23-Jul-96*
Sample Matrix: *Water*

Laboratory Analysis

Parameter	Result	Unit of Measure	Detection Limit	Unit of Measure
Benzene	797.5	ug/L	0.2	ug/L
Toluene	7014.0	ug/L	0.2	ug/L
Ethylbenzene	341.9	ug/L	0.2	ug/L
m,p-Xylene	5158.2	ug/L	0.2	ug/L
o-Xylene	1351.4	ug/L	0.2	ug/L
TOTAL	14663.1	ug/L		

Method - SW-846 EPA Method 8020 Aromatic Volatile Organics by Gas Chromatography

Approved by: *JL*
Date: *7/23/96*

P.O. BOX 2606 • FARMINGTON, NM 87499

OFF: (505) 325-5667



LAB: (505) 325-1556

QUALITY ASSURANCE REPORT
for EPA Method 8020

Date Analyzed: 23-Jul-96

Internal QC No.: 0444-STD

Surrogate QC No.: 0445-STD

Reference Standard QC No.: 0355-STD

Method Blank

Parameter	Result	Unit of Measure
Average Amount of All Analytes In Blank	<0.2	ppb

Calibration Check

Parameter	Unit of Measure	True Value	Analyzed Value	% Diff	Limit
Benzene	ppb	20.0	19.7	2	15%
Toluene	ppb	20.0	20.0	0	15%
Ethylbenzene	ppb	20.0	20.1	1	15%
m,p-Xylene	ppb	40.0	39.7	1	15%
o-Xylene	ppb	20.0	19.8	1	15%

Matrix Spike

Parameter	1 - Percent Recovered	2 - Percent Recovered	Limit	%RSD	Limit
Benzene	107	107	(39-150)	0	20%
Toluene	96	98	(46-148)	1	20%
Ethylbenzene	100	101	(32-160)	1	20%
m,p-Xylene	86	87	(35-145)	1	20%
o-Xylene	91	93	(35-145)	1	20%

Surrogate Recoveries

	S1 Percent Recovered	S2 Percent Recovered
Laboratory Identification		
Limit Percent Recovered	(70-130)	
11565-4739	100	

S1: Fluorobenzene



P.O. Box 2606 Farmington, NM 87499 (505) 325-5667

Facsimile Cover Sheet

Attn: MAUREEN GANNON
Company: PNM GAS SERVICES
Phone: _____
Fax: 505-248-3923/2340

From: DAVID COV
Company: On Site Technologies, LTD.
Laboratory Phone: (505) 325-5667
Laboratory Fax: (505) 325-6256

Date: 7/31/96

Pages Including Cover Sheet: 3

Comments:

MAUREEN,

I AM SHOWING THAT YOU PICKED UP THESE RESULTS FROM THE LAB ON A DAY BEFORE I MADE PHOTO COPIES THEREFORE I'M FAXING YOU DENVER'S COPIES AND WILL SEND NEW ORIGINALS IN MAIL

Thank You
