

Rice Environmental Consulting & Safety

P.O. Box 5630 Hobbs, NM 88241 Phone 575.393.4411 Fax 575.393.0293

CERTIFIED MAIL RETURN RECIEPT NO. 7008 1140 0001 3070 6051

December 20th, 2011

Mr. Edward Hansen

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

2011 DEC 21 P 2: 12 Request

RE: Corrective Action Plan (CAP) Report and Termination Request Rice Operating Company – EME SWD System EME C-1 EOL (1R427-320): UL/C sec. 1 T20S R36E

Mr. Hansen:

RICE Operating Company (ROC) has retained Rice Environmental Consulting and Safety (RECS) to address potential environmental concerns at the above-referenced site in the EME Salt Water Disposal (SWD) system. ROC is the service provider (agent) for the EME 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.

The site is located approximately 3 miles south-west of Monument, New Mexico at UL/C sec. 1 T20S R36E as shown on the Site Location Map (Figure 1). Depth to groundwater has been determined to be 38 ft.

Background and Previous Work

Junction Box Investigation

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In 2005, ROC initiated work on the former EME C-1 EOL junction box. The site was delineated using a backhoe to form a $10 \times 10 \times 12$ ft deep excavation and soil samples were screened at regular intervals for both hydrocarbons and chlorides. From the excavation, the 4 wall composite, the bottom composite, and the remediated backfill samples were taken for laboratory verification. Laboratory tests of the site showed substantial gasoline range organics (GRO) and diesel range organics (DRO) in the 4-wall composite, bottom composite, and the remediated backfill. Chloride concentrations from the excavation did not relent with depth or breadth. The 4-wall composite had a reading of 1,690 mg/kg and the bottom composite had a reading of 1,960 mg/kg. The soil from the excavation was blended on site and backfilled into the excavation. The area was contoured to the surrounding landscape, seeded, and an identification plate was placed on the surface of the site to mark its location for future environmental consideration.

NMOCD was notified of potential groundwater impact on December 7th, 2005 and a junction box disclosure report was submitted to NMOCD with all the 2005 junction box closures and disclosures.

ICP Results

As part of the Investigation and Characterization Plan approved by NMOCD on December 22nd, 2010, eight soil bores were advanced through the former junction box site to a depth of 40 ft bgs on December 7th and 8th, 2010. ROC personnel field tested the soil for chlorides and screened in the field with a photo-ionization detector (PID) for hydrocarbons. Representative samples from the bores were taken to a commercial laboratory for confirmation of chloride and hydrocarbon field numbers.

ICP Report Activities

Based on the delineation conducted during the ICP phase, RECS submitted an ICP Report on February 18th, 2011 which was approved by NMOCD on March 23rd, 2011. As part of the ICP Report, two additional soil bores (SB-9 and SB-10) and two monitor wells (MW-1 and MW-2) were installed at the site on March 25th, 2011. ROC personnel field tested the soil for chlorides and screened in the field with a photo-ionization detector (PID) for hydrocarbons. Representative samples from the bores and wells were taken to a commercial laboratory for confirmation of chloride and hydrocarbon field numbers. A surface samples was collected to the north at SB-9 and east at SB-10 to verify chloride concentrations. SB-9 yielded a surface chloride concentration of 287 mg/kg.

On July 21st, 2011, ROC submitted a Corrective Action Plan (CAP) to NMOCD which was approved on August 23rd, 2011. In the CAP, ROC proposed to excavate the site to 51 ft x 44 ft and properly seat a 20-mil reinforced poly liner at 5-4 ft bgs. Soils placed above the liner would have a laboratory chloride reading no greater than 500 mg/kg and a field PID measurement below 100 ppm. Excavated soils would be evaluated for use as backfill, and any soils requiring disposal would be properly disposed of at a NMOCD approved facility. Upon completion of the excavation, the site would then be seeded with a native vegetative mix. ROC also proposed to remove chloride impacted groundwater from the first available recovery system in EME. Removed groundwater would be utilized for pipeline and well maintenance. A chloride mass for the site was generated and based on the calculations a total of 143 kg of chlorides would have to be removed from the groundwater.

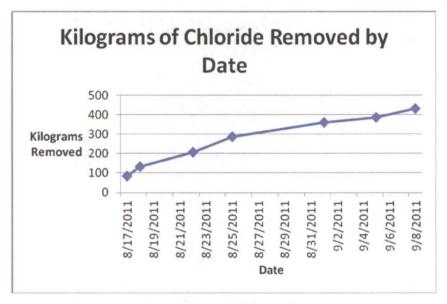
CAP Report of the Vadose Zone Remediation

Beginning November 16th, 2011, RECS personnel excavated the site to 51 ft x 44 ft to a depth of 5 ft bgs. A 20-mil reinforced poly liner was installed and properly seated at the base of the excavation. Excavated soil at this site was sandy; therefore, padding of the liner was not required. The excavated soils were blended on site to use as backfill. A composite sample of the blended soil was screened in the field for hydrocarbons and returned a result of 0.8 ppm. The sample was then taken to a commercial laboratory for analysis which returned a chloride value of 160 mg/kg. The excavation was backfilled

with the blended soil and contoured to the surrounding landscape. Soil amendments were added to the soil and the site was seeded with a native vegetative mix. Silt net fencing was placed around the site to maintain seed integrity. Laboratory results, PID analysis, and photo documentation of these activities can be found in Appendix A.

CAP Report of the Groundwater Remediation

EME C-1 EOL groundwater recovery commenced at the EME A-20 recovery system beginning on August 17th, 2011 and ending on September 8th, 2011. A total of 678 barrels of water was removed by the system which equates to a total recovered chloride mass of 431 kg.



The chloride mass removal estimate is based on chloride concentrations of 4,000 mg/L in the recovered groundwater (Appendix B).

ROC has met all the CAP requirements and requests 'remediation termination' status of the regulatory file. Upon NMOCD's approval of the Termination Request, MW-1 will be plugged and abandoned with a 1 - 3% bentonite/concrete slurry with a three foot concrete cap. MW-2 will remain in place and be periodically sampled to monitor regional groundwater impacts.

RECS appreciates the opportunity to work with you on this project. Please call Hack Conder at (575) 393-9174 or me if you have any questions or wish to discuss the site.

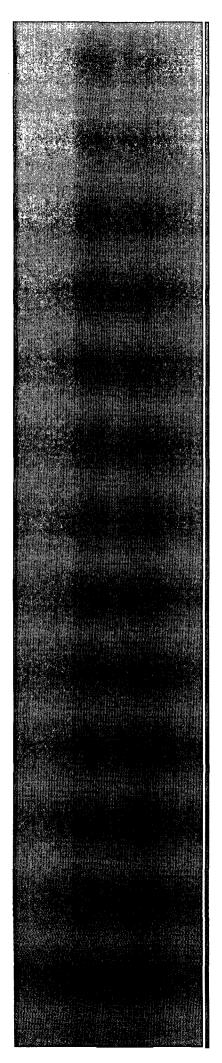
Sincerely,

Lara Weinheimer

Project Scientist RECS (575) 441-0431

Attachments:

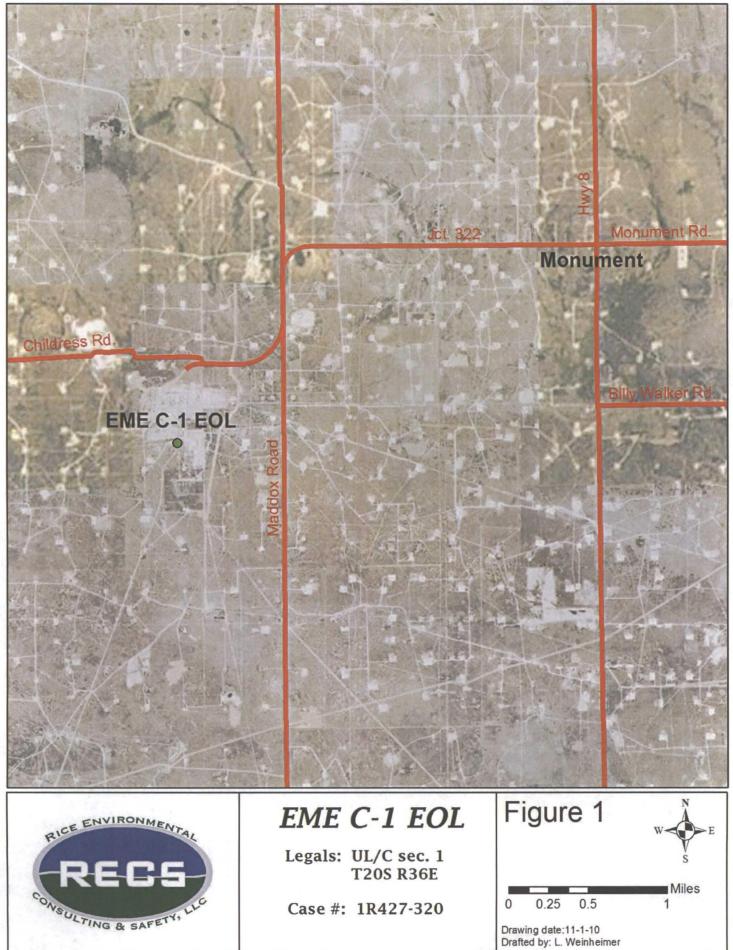
Figure 1 – Site Location Map Appendix A – Liner Installation Documentation Appendix B – EME A-20 RW-1 Lab Confirmation



Figures

RICE Environmental Consulting and Safety (RECS) P.O. Box 5630 Hobbs, NM 88241 Phone 575.393.4411 Fax 575.393.0293

Site location map



Appendix A Liner Installation Documentation

RICE Environmental Consulting and Safety (RECS) P.O. Box 5630 Hobbs, NM 88241 Phone 575.393.4411 Fax 575.393.0293

RICE ENVIRONMENTAL CONSULTING & SAFETY

122 West Taylor Hobbs, NM 88240 PHONE: (505) 393-9174 FAX: (505) 397-1471 PID METER CALIBRATION & FIELD REPORT FORM

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MODEL	X	
NO.		l

MODEL: PGM 7300	S
MODEL: PGM 7300	S
MODEL: PGM 7320	S
MODEL: PGM 7300	S

SERIAL NO: 590-000508 SERIAL NO: 590-000504 SERIAL NO: 592-903318 SERIAL NO: 590-000183

GAS COMPOSITION: ISOBUTYLENE 100PPM / AIR: BALANCE

LOT NO : 930360

EXPIRATION DATE: 5/24/2013 METER READING ACCURACY: 99.9 PPM

ACCURACY : +/- 2%

COMPANY

Rice

SITE	UNIT	SECTION	TOWN SHIP	RANGE
EME C-1 EOL	С	1	208	36E

SAMPLE ID	PID	SAMPLE ID	PID
8 point Blended Backfill	0.8		
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I verify that I have calibrated the above instrument in accordance to the manufacture operation manual.

SIGNATURE:

helow

DATE: 11-18-2011



November 21, 2011

Hack Conder Rice Operating Company 112 W. Taylor Hobbs, NM 88240

RE: EME C-1 EOL

Enclosed are the results of analyses for samples received by the laboratory on 11/18/11 15:30.

Cardinal Laboratories is accredited through Texas NELAP for:

Method SW-846 8021	Benzene, Toluene, Ethyl Benzene, and Total Xylenes
Method SW-846 8260	Benzene, Toluene, Ethyl Benzene, and Total Xylenes
Method TX 1005	Total Petroleum Hydorcarbons

Certificate number T104704398-08-TX. Accreditation applies to solid and chemical materials and non-potable water matrices.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

J

Lope S. Moreno-

Hope Moreno Inorganic Technical Director



Analytical Results For:

Rice Operating Company Hack Conder 112 W. Taylor Hobbs NM, 88240 (575) 397-1471 Fax To:

Received:	11/1
Reported:	11/2
Project Name: 🕠	EME
Project Number:	NON
Project Location:	20S-

18/2011 21/2011 E C-1 EOL NE GIVEN -36E

Sampling Date: Sampling Type: Soil Sampling Condition: ** (See Notes) Sample Received By: Jodi Henson

11/18/2011

Sample ID: 8 POINT COMP BLENDED BACKFILL (H102521-01)

Chloride, SM4500CI-B mg/kg Analyzed By: AP Analyte Reporting Limit Analyzed Method Blank BS True Value QC RPD Qualifier Result % Recovery Chloride 400 0.00 160 16.0 11/20/2011 ND 416 104

Cardinal Laboratories

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Lope S. Moreno

Hope Moreno, Inorganic Technical Director



Notes and Definitions

ND	Analyte NOT DETECTED at or above the reporting limit
RPD	Relative Percent Difference
**	Samples not received at proper temperature of 6°C or below.
***	Insufficient time to reach temperature.
	Chloride by SM4500CI-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories

*=Accredited Analyte

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Hope S. Moreno

Hope Moreno, Inorganic Technical Director

Page 3 of 4

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(2001) 233-2320 「FAX (300) 233-2419 (329) 0/3-1001 「FA [Company Name: 内沢色。]	Conder		City: State: NM Zip: A	Phone #: Fax #:	Project #: Project Owner: 0		Project Location:	lan		AASTEWATER SOIL JIL SUUDGE	<u>v</u> / <u>* + 0 × 6 0 0 0</u>	Derot Conferred Martin Later 1.				PLEASE NOTE: Ubbling and Daraugat. Carainals Inabily and ciencis exclusive crience yon any claim uisby water based in contract or analyses. Al diams function those for negligence and sny other cause whatsovers that be determed water unies made in withing and re service. In no version and Carafont as table for inclusional or consequential damager: Protucting Mukuu finatizion. Justinesa hierurbina, los excretos.	egardress of whether such date of the efved By:	M. M	Relinquished By: Date: Received By:	Time:	Delivered By: (Circle One) Sample Condition Cool Intact Sampler - UPS - Bus - Other:

Page 4 of 4

† Cardinal cannot accept verbal changes. Please fax written changes to 505-395-2476

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New Mexico State Land Office

Field Operations Division

 (505)
 827-5723
 P.O. Box 1148

 (575)
 392-8736
 2702-D N. Grimes

 (575)
 885-1323
 N. Canal, Suite B

 (575)
 623-4979
 1001 S. Atkinson

 (575)
 763-0796
 105 E. 6th St.

Santa Fe, NM 87504 Hobbs, NM 88240 Carlsbad, NM 88220 Roswell, NM 88210 Clovis, NM 88101



REVEGETATION FORM

1. General	Information			•									
Site name:	EME C-1 E	OL 20S-36E		Lease No.:									
U/L or	Section	Township	Range	County	Latitude	Longitude							
Qtr/Qtr			_										
С	1	20S	36E	Lea	N32*36'23.4"	W103*1	8'38.246"						
Company	Rice Ope	rating Co.		Contact	Hack Conder								
Name:			Email:	Name:									
Phone no.:	575-393-91		hconder@ric	eswd.com									
Address:	ss: 122 W. Taylor, Hobbs, NM												
Spill / Rele	ase 🗍	P&A W		Pit Closure	Facility Closure	Other 🔀							
OCD Spill No.		API No.			Type:								
	130'x50'		6,500	square feet	Map detail of site	attached							
Additional	<u>190 X90</u>		0,000	Square reer	Thup detail of site								
information:													
		1											
3. Soils	*Do not	rip caliche subso	ils; caliche roc	ks brought to the si	urface by ripping sha	ll be removed.							
Salvaged from	site 🗌 🛛 🛛 🛛 🛛 🛛 🛛 B	ioremediated	Impo	orted Blo	ended 🛛	Depth (in): 5 ft.						
Texture: San	dy D	escribe soil & s	ubsoil:	Sandy									
Soil prep metho						ollerpack 🗌							
Date completed	l: <u>11/22</u>	/2011 P	hotos attached		Number of photos	:							
4. Seeding					ain the site name and		·····						
Custom seed m	ix 🖂 🛛 Pre	scribed mix 🗌	Seed mix r		lue Grama / 6 lbs.	Seeding d	ate: 11/22/2011						
					ts Grama								
1		mixes based on	seed size?	Yes No		1							
Drill Seeder	J			Broadcast 🛛		Hydrosee	ding 📋						
Drill Type:				Method: hand	broadcast								
Soil conditions			Damp 🗌	Wet 🗌									
Photos attached		Observations:											
Number of pho	tos:			· · · · · · · · · · · · · · · · · · ·			·····						
5. Addition	al Methods												
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Mulch type:		Crimping C	J	Туре:		Describe:	3, 50 lbs. bags of						
maien type.				1 J PC.	•	20001100.	Restor Nhance						
Tons/acre:				Lbs/acre:									
Photos attached		Observatio	ins:										
Number of pho		The seed v	vas raked into	the site									
······													
5. Certifica	tion [hereby	certify that the infor	mation in this for		true and complete to th	e best of my kn	owledge and belief.						
Name:	Kyle Ngrma	n ,		Title: Envir	onmental Tech		Date: 11/22/2011						
Signature:	hall A	and											
Signature. 7	wre ro	on		· · · · · · · · · · · · · · · · · · ·									
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						Version 200	80025						
		-				version 200	00923						

EME C-1 EOL (1R427-320) Unit C, Section 1, T-20-S, R-36-E



site prior to excavation, facing south 10/28/2011



completed 51x44x5-ft excavation, facing north 11/18/2011



51x44-ft 20-mil, reinforced liner installed, facing west 11/21/2011



excavating site, facing west 11/16/2011



blending excavated soil, facing east 11/18/2011



backfilling site with blended soil, facing south 11/22/2011



contouring the site to the surrounding area, facing south 11/22/2011



adding soil amendments, facing south 11/22/2011



site complete, facing north 11/22/2011



backfilled site, facing south 11/22/2011



seeding the backfilled site, facing northwest 11/22/2011



site complete with silt net fencing, facing south 12/15/2011

Appendix B Recovery System Lab Confirmation

RICE Environmental Consulting and Safety (RECS) P.O. Box 5630 Hobbs, NM 88241 Phone 575.393.4411 Fax 575.393.0293



August 22, 2011

Hack Conder Rice Operating Company 112 W. Taylor Hobbs, NM 88240

RE: EME A-20

Enclosed are the results of analyses for samples received by the laboratory on 08/18/11 8:25.

Cardinal Laboratories is accredited through Texas NELAP for:

Method SW-846 8021	Benzene, Toluene, Ethyl Benzene, and Total Xylenes
Method SW-846 8260	Benzene, Toluene, Ethyl Benzene, and Total Xylenes
Method TX 1005	Total Petroleum Hydorcarbons

Certificate number T104704398-08-TX. Accreditation applies to solid and chemical materials and non-potable water matrices.

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Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celez D. Keine

Celey D. Keene Lab Director/Quality Manager



Analytical Results For:

Rice Opera	ting Company							
Hack Cond								
112 W. Tay	112 W. Taylor Hobbs NM, 88240							
Hobbs NM,								
Fax To:	(575) 397-1471							
4								

Received:	08/18/2011	Sampling Date:	08/17/2011
Reported:	08/22/2011	Sampling Type:	Water
Project Name:	EME A-20	Sampling Condition:	** (See Notes)
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	EME A-20		

Sample ID: RW-1 (H101742-01)

Chloride, SM4500CI-B	mg	/L	Analyze	d By: HM					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS.	% Recovery	True Value QC	RPD	Qualifier
Chloride	4000	4.00	08/18/2011	ND	108	108	100	0.00	

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Celeg D. Kune

Celey D. Keene, Lab Director/Quality Manager



Notes and Definitions

ND	Analyte NOT DETECTED at or above the reporting limit
RPD	Relative Percent Difference
**	Samples not received at proper temperature of 6°C or below.
***	Insufficient time to reach temperature.
-	Chloride by SM4500CI-B does not require samples be received at or below 6°C
	Samples reported on an as received basis (wet) unless otherwise noted on report

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Celey D. Kune

Celey D. Keene, Lab Director/Quality Manager

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