1R- 955

REPORTS

1 - 25 - 12



July 25, 2012

Mr. Ed Hansen New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: Notification of Plains Marketing, L.P. Plugging and Abandonment of Monitor Wells Plains South Monument Gathering Sour NW ¼, NE ¼, Section 5, T-20-S, R-37-E Lea County, NM

K-951

Dear Mr. Hansen,

NOVA Safety and Environmental (NOVA), on behalf of Plains Marketing, L.P. (Plains) respectfully submits the following notification of plugging and abandonment of monitor wells at the Plains South Monument Gathering Sour leak site, located in the NW ¹/₄, NE ¹/₄, Section 5, T-20-S, R-37-E in Lea County, NM.

On June 13, 2012, three (3) monitor wells were plugged and abandoned at the Plains South Monument Gathering Sour site. Please reference your letter to Mr. Jason Henry of Plains Marketing L.P. dated March 29, 2012 regarding authorization to plug and abandon these wells.

The monitor wells were plugged and abandoned by Straub Corporation, Inc (Straub) of Stanton, Texas, a licensed water well driller in the State of New Mexico. The monitor wells were plugged utilizing guidelines set forth by the office of the New Mexico State Engineer. Straub removed and disposed of the monitor well cover, vault, and the remains of the concrete pad.

Monitor wells MW-1 through MW-3 were each filled with approximately 2 bags of bentonite hole plug to a depth of approximately two (2) bgs and properly hydrated with water. Concrete was placed from approximately two (2) bgs to the surface and hydrated with water. Topsoil was placed above the former monitor well to complete the procedure.

The former monitor well locations are as follows:

- MW-1, 32 degrees, 36.460' N, 103 degrees, 16.460 W.
- MW-2, 32 degrees, 36.498' N, 103 degrees, 16.438 W.
- MW-3, 32 degrees, 36.471' N, 103 degrees, 16.481 W.

Plains completed the approved plugging and abandonment of the above referenced monitor wells as directed by the New Mexico Oil Conservation Division (NMOCD).

On July 12 and 13, 2012, Plains conducted the requested reseeding activities at the site consisting of thoroughly plowing the remediated areas and applying a landowner approved BLM #3 seed mixture.

Sincerely,

Ronald K. Rounsaville Senior Project Manager NOVA Safety and Environmental

cc:

Geoffrey Leking, NMOCD, Hobbs, NM Jason Henry, Plains Marketing, L.P., Denver City, TX jhenry@paalp.com Jeff Dann, Plains Marketing, L.P., Houston, TX jpdann@paalp.com NOVA Safety and Environmental, Midland, TX rrounsaville@novatraining.cc

Attachments:

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Attachment #1 – Form C-141 – Release Notification and Corrective Action Attachment #2 – State of New Mexico Well Record & Log – Plugging Reports Attachment #3 – Photo documentation of reseeding activities

ATTACHMENT # 1 Release Notification and Corrective Action (Form C-141)

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

> **Oil Conservation Division** 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

	OPERATOR	x Initial Report	Final Report
Name of Company Plains Marketing, LP	Contact Camille Reynolds		
Address 5805 East Hwy. 80, Midland, TX 79706	Telephone No. 505-441-0965		
Facility Name South Monument Gathering Sour	Facility Type 6"Steel Pipeline		

Surface Owner Jimmie Cooper

Mineral Owner

Lease No.

LOCATION OF RELEASE

Unit Letter B	Section 5	Township 20S	Range 37E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea
			ł					

Latitude 32° 36'29.0" Longitude <u>103° 16' 26.8"</u>

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 1200 barrels	Volume Re	ecovered 910 barrels				
Source of Release 6" Steel Pipeline	Date and Hour of Occurrence 11-20-01	Date and H 11-20-01	lour of Discovery				
Was Immediate Notice Given?	If YES, To Whom?	11-20-01					
x Yes No Not Required	Paul Sheeley						
By Whom? Frank Hernandez	Date and Hour 11-20-01@16:15		a - the first links are to be a				
Was a Watercourse Reached?	If YES, Volume Impacting the Wa	tercourse.					
🗋 Yes 🖾 No							
If a Watercourse was Impacted, Describe Fully.*	- <u>k</u>						
Describe Cause of Problem and Remedial Action Taken.* Internal corrosion of 6 inch steel pipeline resulted in crude oil release. Clamp was applied to the line to mitigate the release.							
Describe Area Affected and Cleanup Action Taken.* The crude oil was vacuumed up and the impacted soil was excavated and stockpiled on plastic. Initial response activities included excavation and stockpiling of approximately 5,000 to 7,000 cubic yards of soil. Future response activities will include a soil and groundwater investigation and preparation of a remedial action plan. NOTE: This information was obtained from historical EOTT files, Plains acquired EOTT/Link Energy on April 1, 2004 and Plains assumes this information to be correct.							
I hereby certify that the information given above is true and complete to regulations all operators are required to report and/or file certain release republic health or the environment. The acceptance of a C-141 report by the should their operations have failed to adequately investigate and remedia or the environment. In addition, NMOCD acceptance of a C-141 report of federal, state, or local laws and/or regulations.	notifications and perform corrective ac the NMOCD marked as "Final Report" te contamination that pose a threat to a	tions for relea does not relie ground water,	ases which may endanger we the operator of liability surface water, human health				
	OIL CONSERV	VATION I	DIVISION				
Signature:	· · · ·						
Printed Name: Camille Reynolds	Approved by District Supervisor:						
Title: Remediation Coordinator	Approval Date:	Expiration D	Date:				
E-mail Address: cjrcynolds@paalp.com	Conditions of Approval:		Attached				
Date: 12-29-04 Phone:505-441-0965							

* Attach Additional Sheets If Necessary

ATTACHMENT # 2 State of New Mexico Drillers Plugging Record



PLUGGING RECORD



NOTE: A Well Plugging Plan of Operations shall be approved by the State Engineer prior to plugging - 19.27.4 NMAC

I. GENERAL / WELL OWNERSHIP:

State En	ngineer Well Number:
Well ow	wner: <u>PLAINS ALL AMERICAN PIPLINE L.P.</u> \Phone No.: <u>713-646-4657</u>
Mailing	address: 333 CLAY STREET, SUITE 1600
City: _	HOUSTON State: TEXAS Zip code: 77002
<u>II. WE</u>	LL PLUGGING INFORMATION:
1)	Name of well drilling company that plugged well: <u>STRAUB CORPORATION</u>
2)	New Mexico Well Driller License No.: WD1478 Expiration Date: JUNE 2013
3)	Well plugging activities were supervised by the following well driller(s)/rig supervisor(s <u>MARTIN STRAUB</u>
4)	Date well plugging began: <u>6-13-12</u> Date well plugging concluded: <u>6-13-12</u>
5)	GPS Well Location:Latitude:32deg,36min,28secLongitude:103deg,16min,26sec,NAD 83
6)	Depth of well confirmed at initiation of plugging as: <u>40</u> ft below ground level (bgl), by the following manner:
7)	Static water level measured at initiation of plugging: <u>N/A</u> ft bgl
8)	Date well plugging plan of operations was approved by the State Engineer: <u>JUNE 11, 2012</u>
9)	Were all plugging activities consistent with an approved plugging plan? <u>yes</u> If not, please describe differences between the approved plugging plan and the well as it was plugged (attach additional pages as needed):
	· ·

10) Log of Plugging Activities - Label vertical scale with depths, and indicate separate plugging intervals with horizontal lines as necessary to illustrate material or methodology changes. Attach additional pages if necessary.

Depth (ft bgl)	Plugging <u>Material Used</u> (include any additives used)	Volume of <u>Material Placed</u> (gallons)	Theoretical Volume of Borehole/ Casing (gallons)	Placement <u>Method</u> (tremie pipe, other)	<u>Comments</u> ("casing perforated first", "open annular space also plugged", etc.)
5 —	CONCRETE	401bs CONCRETE		TOPLOAD	3 FT OF 2" CASING REMOVED FROM WELL
	BENTONITE 3/8 HOLEPLUG	2 50# BAGS	1.10 50# BAGS	TREMIE	
40		MULTIPLY f cubic feet x 7.4 cubic yards x 201.5	3Y AND OBTAIN 1805 = gallons 97 = gallons		

For each interval plugged, describe within the following columns:

III. SIGNATURE:

I, ______, say that I am familiar with the rules of the Office of the State Engineer pertaining to the plugging of wells and that each and all of the statements in this Plugging Record and attachments are true to the best of my knowledge and belief.

12

Signature of Well Driller

Date

Version: September 8, 2009 Page 2 of 2



PLUGGING RECORD



NOTE: A Well Plugging Plan of Operations shall be approved by the State Engineer prior to plugging - 19.27.4 NMAC

I. GENERAL / WELL OWNERSHIP:

State Er	ngineer Well Number:	SOUTH MONUMENT SO	OUR MW-2 (NM	OCD 1R-951)	
Well ow	vner: <u>PLAINS ALL A</u>	MERICAN PIPLINE L.P.	· ·		<u>46-4657</u>
Mailing	address: <u>333 CLAY STR</u>	EET, SUITE 1600			
City: _	HOUSTON	· · · · · · · · · · · · · · · · · · ·	State: <u>TEXAS</u>	· · ·	Zip code: 77002
<u>II. WE</u>	LL PLUGGING INFOR	MATION:			
1)	Name of well drilling con	npany that plugged well:	STRAUB CORP	ORATION	
2)	New Mexico Well Driller	License No.: WD1478		Expiration Date:	JUNE 2013
3)	Well plugging activities v	were supervised by the follo	wing well driller(s	s)/rig supervisor(s <u>N</u>	MARTIN STRAUB
			<u> </u>	,	· .
4)	Date well plugging began	1: <u>6-13-12</u> Date	well plugging cor	ncluded: <u>6-13-12</u>	
5)	GPS Well Location:	Latitude: <u>32</u> Longitude: <u>103</u>	_deg, <u>36</u> _deg, <u>16</u>		
6)		at initiation of plugging as:			1),
7)	Static water level measur	ed at initiation of plugging:	<u>N/A</u> ft bgl		
8)	Date well plugging plan	of operations was approved	by the State Engin	neer:JUNE 11,	2012
9)		ies consistent with an appro- pproved plugging plan and			
<u></u>		·			
		· · · · · · · · · · · · · · · · · · ·			
				· · · · · · · · · · · · · · · · · · ·	
	· · · · · · · · · · · · · · · · · · ·				<u> </u>

10) Log of Plugging Activities - Label vertical scale with depths, and indicate separate plugging intervals with horizontal lines as necessary to illustrate material or methodology changes. Attach additional pages if necessary.

<u>Depth</u> (ft bgl)	Plugging <u>Material Used</u> (include any additives used)	Volume of <u>Material Placed</u> (gallons)	Theoretical Volume of Borehole/ Casing (gallons)	Placement <u>Method</u> (tremie pipe, other)	<u>Comments</u> ("casing perforated first", "open annular space also plugged", etc.)
-	CONCRETE	401bs CONCRETE		TOPLOAD	3 FT OF 2" CASING REMOVED FROM WELL
5 — —					
-					
-					
	BENTONITE	2	1.10	TREMIE	
-	3/8 HOLEPLUG	50# BAGS	50# BAGS		
-					
40	1	MULTIPLY cubic feet x 7. cubic yards x 201.	I BY AND OBTAIN 4805 = gallons 97 = gallons	I	1

For each interval plugged, describe within the following columns:

III. SIGNATURE:

I, ______, say that I am familiar with the rules of the Office of the State Engineer pertaining to the plugging of wells and that each and all of the statements in this Plugging Record and attachments are true to the best of my knowledge and belief.

7-11-12

Signature of Well Driller

Date

Version: September 8, 2009 Page 2 of 2



PLUGGING RECORD



NOTE: A Well Plugging Plan of Operations shall be approved by the State Engineer prior to plugging - 19.27.4 NMAC

I. GENERAL / WELL OWNERSHIP:

State Er	igineer Well Numb	oer:	SOUTH MON	UMENT S	OUR MV	V-3 (NM	10CD 11	<u>R-951)</u>		
Well ow	mer: <u>PLAINS</u>	ALL A	MERICAN PIP	LINE L.P.			_\Phone	No.: <u>713-</u>	<u>646-465′</u>	7
Mailing	address: 333 CLA	AY STR	<u>EET, SUITE 16</u>	00						-
City: _	HOUSTON				_ State:	TEXAS	5		_ Zip co	ode: <u>77002</u>
					,					
<u>II. WE</u>	LL PLUGGING	INFOR	MATION:							
1)	Name of well dril	lling cor	npany that plugg	ged well: _	STRAU	<u>B CORF</u>	ORATIO	N		
2)	New Mexico We	ll Driller	License No.: y	VD1478		·····-	Ехрі	ration Date	:	JUNE_2013
3)	Well plugging act	tivities v	vere supervised	by the follo	wing wel	l driller(s)/rig su]	pervisor(s_	MARTI	N STRAUB
4)	Date well pluggir	ng begar	: 6-13-	<u>12</u> Date	e well plu	 gging co	ncluded:	6-13-12		
5)	GPS Well Location	on:	Latitude: Longitude:	<u>32</u> 103	_deg, deg,	36 16	_ min, _ _ min, _	<u>28</u> <u>26</u> sec, 1	sec NAD 83	
6)	Depth of well cor by the following						low grou	nd level (b	gl),	
7)	Static water level	measur	ed at initiation o	f plugging:	<u>N/A</u> ft	bgl				
8)	Date well pluggin	ıg plan o	of operations was	s approved	by the St	ate Engii	neer:	JUNE 11	, 2012	
9)	Were all plugging differences betwe									please describe bages as needed):
				<u></u>	····					
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<u> </u>	<u> </u>			·			·			
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								······		

10) Log of Plugging Activities - Label vertical scale with depths, and indicate separate plugging intervals with horizontal lines as necessary to illustrate material or methodology changes. Attach additional pages if necessary.

Depth (ft bgl)	Plugging <u>Material Used</u> (include any additives used)	Volume of <u>Material Placed</u> (gallons)	<u>Theoretical Volume</u> of Borehole/ Casing (gallons)	Placement <u>Method</u> (tremie pipe, other)	Comments ("casing perforated first", "open annular space also plugged", etc.)
-	CONCRETE	401bs CONCRETE		TOPLOAD	3 FT OF 2" CASING REMOVED FROM WELL
5 -					
-					· · ·
1 1	BENTONITE	2	1.10	TREMIE	
1	3/8 HOLEPLUG	50# BAGS	50# BAGS	I KEIVILE	
-					
40 —		cubic feet x 7.	BY AND OBTAIN 4805 = gallons 97 = gallons		
		cubic yards x 201.	97 = gallons	·	

For each interval plugged, describe within the following columns:

III. SIGNATURE:

I, ______, say that I am familiar with the rules of the Office of the State Engineer pertaining to the plugging of wells and that each and all of the statements in this Plugging Record and attachments are true to the best of my knowledge and belief.

1-11-12

Signature of Well Driller

Date

Version: September 8, 2009 Page 2 of 2

ATTACHMENT # 3 Photo Documentation of Reseeding Activities



Photographic Documentation

Client: Plains Marketing, L.P. Location: Lea County, New Mexico Project Name: S. Monument Gath. Sour Photographer: Ron Rounsaville

Photograph No. 1

Direction: West

Description: View of the former excavation area being plowed in preparation for seeding.

Photograph No. 2 Direction: North

Description: View of the seed mixture application to the former excavation area.







Photographic Documentation

Client: Plains Marketing, L.P. Location: Lea County, New Mexico Project Name: S. Monument Gath. Sour Photographer: Ron Rounsaville

Photograph No. 3

Direction: East

Description: View of the former main excavation area following reseeding.



Photograph No. 4

Direction:

Curtis & Curtis Seed 4500 N. Prince Clovis, NM 88101 Phone: 575-762-4759

> **Basin Environmental** 14.5 Acre BLM #3 Drill Rate 14 - 1 Acre Bage @ 12.45 Bulk Pounds 1 - 0.5 Acre Bag @ 6.33 Bulk Pounds

Job: Plains Marketing-South Monument Sour 9 - 1 Acre Bags @ 12.45 Bulk Pounds

Description: View of the seed mixture as requested by the property owner.

Lot# M-10357

Item	Origin	Purity	Germ	Dormant	Germ &		Total PLS Pounds
Sideoats Grama Niner	Texas	69.36%	79.00%	02.00%	81.00%	05/11	101.5
Blue Grame	New Mexico	14.51%	83.00%	00.00%	83.00%	06/11	21.8