

1R - 427-103

APPROVALS

YEAR(S):

2013

Hansen, Edward J., EMNRD

From: Hansen, Edward J., EMNRD
Sent: Monday, April 01, 2013 2:57 PM
To: Hack Conder (hconder@riceswd.com)
Cc: Leking, Geoffrey R, EMNRD; Laura Pena (lpna@riceswd.com); Katie Jones <kjones@riceswd.com> (kjones@riceswd.com); Scott Curtis (scurtis@riceswd.com)
Subject: Remediation Plan (1R427-103) Termination - ROC EME Arco "F" DE Site

**RE: Termination Request
for the Rice Operating Company's
EME Arco "F" DE Site
Unit Letter F, Section 19, T21S, R37E, NMPM, Lea County, New Mexico
Remediation Plan (1R427-103) Termination**

Dear Mr. Conder:

The New Mexico Oil Conservation Division (OCD) has received Rice Operating Company's report and request to close the above-referenced site, dated March 18, 2013 (received March 21, 2013). The reports are acceptable to the OCD.

The above-referenced report, submitted in accordance with 19.15.29 NMAC (Rule 29; formally, Rule 116), indicates that Rice Operating Company has met the requirements of 19.15.29 NMAC; therefore, the OCD approves the report and hereby notifies you that the remediation plan (1R427-103) is terminated in accordance with 19.15.29 NMAC.

Please be advised that OCD approval of this report does not relieve the owner/operator of responsibility should operations pose a threat to ground water, surface water, human health or the environment. In addition, OCD approval does not relieve the owner/operator of responsibility for compliance with any OCD, federal, state, or local laws and/or regulations.

If you have any questions regarding this matter, please contact me at 505-476-3489.

Edward J. Hansen
Hydrologist
Environmental Bureau

RICE *Operating Company*

112 West Taylor • Hobbs, New Mexico 88240

Phone: (575) 393-9174 • Fax: (575) 397-1471

CERTIFIED MAIL

RETURN RECEIPT NO. 7007 2560 0000 4569 9293

March 18, 2013

RECEIVED

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

MAR 21 2013

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

RE: Termination Request
EME Arco "F" DE (1R427-103): UL/F, Sec. 19, T21S, R37E
RICE Operating Company – Eunice Monument Eumont SWD System

Mr. Hansen:

Rice Operating Company (ROC) is the service provider (agent) for the EME Saltwater Disposal (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.

Background

In 2001, ROC initiated work on the former Arco "F" DE junction box. The site is located in UL/F, Sec. 19, T21S, R37E. NM OSE records indicate that groundwater would likely be encountered at a depth of approximately 217 +/- feet. The site was delineated using a backhoe to collect soil samples at regular intervals, creating a 12x10x12 ft deep excavation. Each sample was field titrated for chlorides, resulting in slightly elevated chloride concentrations. Representative samples were collected from the excavation walls and excavation bottom and sent to a commercial laboratory for analysis. The sidewall sample resulted in a chloride concentration of 178 mg/kg, a gasoline range organics (GRO) concentration below detectable limits and a diesel range organics (DRO) of 770 mg/kg. The sample was also analyzed for BTEX, resulting in a concentration of 0.004 mg/kg for benzene, 0.007 mg/kg for toluene and ethyl benzene and 0.026 mg/kg for total xylenes. The bottom composite sample resulted in a chloride concentration of 188 mg/kg, a GRO concentration below detectable limits and a diesel range organics DRO of 188 mg/kg. The sample was also analyzed for BTEX, resulting in a concentration below detectable limits for benzene and toluene, 0.007 mg/kg for ethyl benzene and 0.009 mg/kg for total xylenes. A total for 42 cubic yards of excavated soil was properly disposed of at a NMOCD facility. A compacted clay liner was installed and the

excavation was backfilled with clean imported soil to ground surface and contoured to the surrounding area. Since the site is located next to a lease road, seeding is not required. A new, watertight junction was installed at the site.

The junction box site location map, final report, laboratory analysis, disposal manifest and current photodocumentation are attached.

Recommendations

Site investigation demonstrates that residual chloride and hydrocarbons in the vadose zone will not with reasonable probability contaminate groundwater in excess of NMOCD standards. This site meets the requirements of the NMOCD-approved Revised Junction Box Upgrade Work Plan (July 16, 2003). As such, ROC request termination of the regulatory file, or similar closure status.

Please contact me at (575)393-9174 if you have any questions or wish to discuss this site. Thank you for your time and consideration.

Sincerely,
RICE Operating Company

A handwritten signature in black ink, appearing to read 'H. Conder', with a stylized flourish at the end.

Hack Conder
Environmental Manager

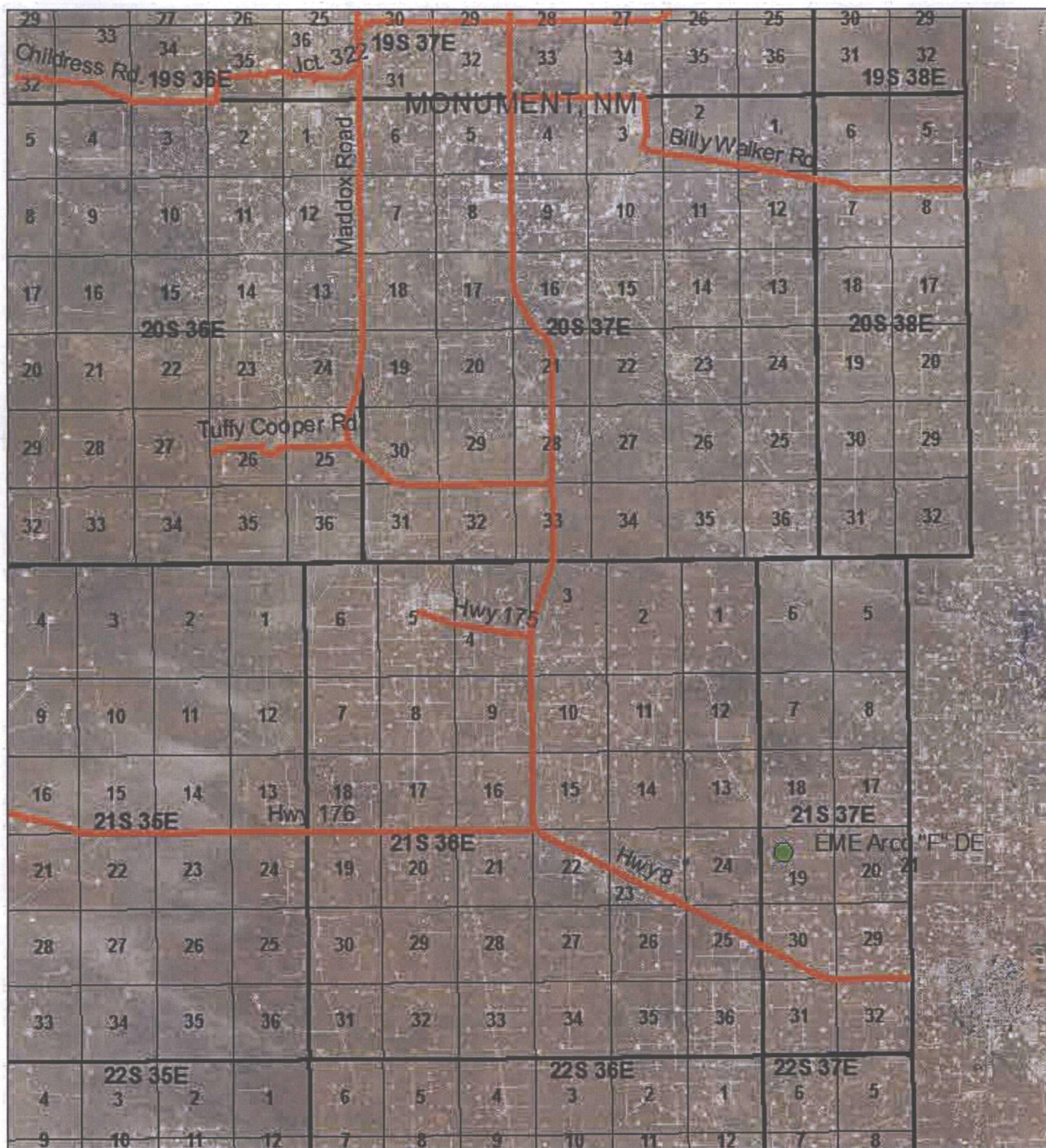
enclosures

RECEIVED OGD
2013 MAR 21 P 2:19



Site Location Map

RICE *Operating Company* (ROC)
112 West Taylor Hobbs, NM 88240
Phone: (575) 393-9174 Fax: (575) 397-1471



EME Arco "F" DE (1R427-103)

Unit Letter F, Section 19,
T21S, R36E
Lea County, NM



0 1 2
Miles

Drawing date: 3/11/2013

Junction Box Report

RICE *Operating Company* (ROC)

112 West Taylor Hobbs, NM 88240

Phone: (575) 393-9174 Fax: (575) 397-1471

**RICE OPERATING COMPANY
JUNCTION BOX FINAL REPORT**

BOX LOCATION

SWD SYSTEM	JUNCTION	UNIT	SECTION	TOWNSHIP	RANGE	COUNTY	BOX DIMENSIONS - FEET		
EME	ARCO "F" DE	F	19	21S	37E	LEA	Length 10	Width 8	Depth 5

LAND TYPE: BLM _____ STATE X FEE LANDOWNER _____ OTHER _____

Depth to Groundwater 217 feet NMOC SITE ASSESSMENT RANKING SCORE: 0

Date Started 01/25/2001 Date Completed 01/29/2001 OCD Witness NO

Soil Excavated 60 cubic yards Excavation Length 12 Width 10 Depth 12 feet

Soil Disposed 42 cubic yards Offsite Facility SUNDANCE Location EUNICE, NM

FINAL ANALYTICAL RESULTS: Sample Date 01/29/2001 Sample Depth 12'

Procure 5-point composite sample of bottom and 4-point composite sample of sidewalls. TPH, BTEX and Chloride laboratory test results completed by using an approved lab and testing procedures pursuant to NMOC guidelines.

Sample Location	Benzene mg/kg	Toluene mg/kg	Ethyl Benzene mg/kg	Total Xylenes mg/kg	GRO mg/kg	DRO mg/kg	Chlorides mg/kg
SIDEWALLS	0.004	0.007	0.007	0.026	<50	770	178
BOTTOM	<0.002	<0.002	0.007	0.009	<50	188	1212

General Description of Remedial Action: Delineated vertical and lateral extent to below

NMOC guidelines. Hauled high impacted soil to Sundance and blended fresh soil to below

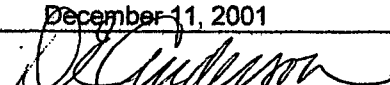
NMOC guidelines. Installed compacted clay liner as a barrier to inhibit vertical transmissivity.

A water tight junction box was installed and backfilled.

CHLORIDE FIELD TESTS

LOCATION	DEPTH	mg/kg
SIDEWALLS	6'	240
BOTTOM	12'	650

I HEREBY CERTIFY THAT THE INFORMATION ABOVE IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF.

DATE December 11, 2001 PRINTED NAME D. E. Anderson
SIGNATURE  TITLE Project Leader - Environmental



PHONE (915) 873-7001 • 2111 BEECHWOOD • ABILENE, TX 79603

PHONE (505) 393-2328 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR
RICE OPERATING CO.
ATTN: JAMES STURGILL
122 W. TAYLOR
HOBBS, NM 88240
FAX TO:

Receiving Date: 01/29/01
Reporting Date: 01/30/01
Project Number: ARCO "F" DE
Project Name: ARCO "F" SIDES AND BOTTOM
Project Location: UF SECTION 19 T21 R36

Sampling Date: 01/29/01
Sample Type: SOIL
Sample Condition: COOL & INTACT
Sample Received By: AH
Analyzed By: BC/AH

LAB NUMBER	SAMPLE ID	GRO	DRO	Cl*
		(C ₅ -C ₁₀) (mg/Kg)	(>C ₁₀ -C ₂₈) (mg/Kg)	
ANALYSIS DATE		01/29/01	01/29/01	01/30/01
H5561-1	ARCO "F" DE SIDES	<50	770	178
H5561-2	ARCO "F" DE BOTTOM	<50	188	1212
Quality Control		760	761	1051
True Value QC		800	800	1000
% Recovery		95.0	95.1	105
Relative Percent Difference		3.3	0.2	3.9

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; Cl⁻: Std. Methods 4500-Cl⁻B

*Analyses performed on 1:4 w:v aqueous extracts.

Burton J. Cooke
Chemist

Date 1/30/01

PLEASE PRINT: **Liability and Damages.** Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.



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PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

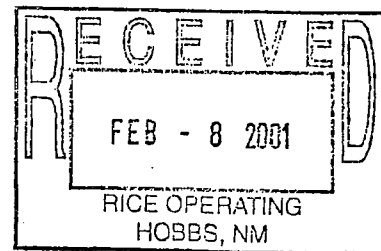
ANALYTICAL RESULTS FOR
RICE OPERATING COMPANY
ATTN: JAMES STURGILL
122 W. TAYLOR
HOBBS, NM 88240
FAX TO:

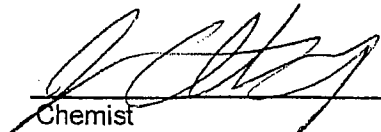
Receiving Date: 01/29/01
Reporting Date: 02/01/01
Project Number: ARCO "F" DE
Project Name: ARCO "F" SIDES AND BOTTOM
Project Location: UF SECTION 19 T21 R36

Sampling Date: 01/29/01
Sample Type: SOIL
Sample Condition: COOL, INTACT
Sample Received By: AH
Analyzed By: JA

LAB NUMBER	SAMPLE ID	BENZENE (mg/Kg)	TOLUENE (mg/Kg)	ETHYL BENZENE (mg/Kg)	TOTAL XYLENES (mg/Kg)
ANALYSIS DATE		02/01/01	02/01/01	02/01/01	02/01/01
H5561-1	ARCO "F" DE SIDES	0.004	0.007	0.007	0.026
H5561-2	ARCO "F" DE BOTTOM	<0.002	<0.002	0.007	0.009
Quality Control		0.097	0.106	0.095	0.290
True Value QC		0.100	0.100	0.100	0.300
% Accuracy		97	106	95	97
Relative Percent Difference		3.1	0.7	3.0	2.4

METHOD: EPA SW 846-8020, 5030, Gas Chromatography




Chemist

2-1-01
Date

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.

H5561SHOBBSRICEBTEXONLY

ARDINAL LABORATORIES, INC.

2111 Beechwood, Abilene, TX 79603 101 East Marland, Hobbs, NM 88240
(915) 673-7001 Fax (915) 673-7020 (505) 393-2326 Fax (505) 393-2476

CHAIN-OF-CUSTODY AND ANALYSIS

[illegible]

† Cardinal cannot accept verbal changes. Please fax written changes to 505-393-2476.

Sundance Services, Inc.

P.O. Box 1737 ★ Eunice, NM 88231
(505) 394-2511

NE 37009

LEASE OPERATOR/SHIPPER/COMPANY:

LEASE NAME

TRANSPORTER COMPANY:

TIME:

AM/PM

DATE:

VEHICLE NO.:

DRIVER NO.:

CHARGE TO:

TYPE OF MATERIAL

☐ Production Water

☐ Tank Bottoms

☐ Other Material:

☐ Drilling Fluids

☐ Contaminated soil

☐ BS&W Content: _____

☐ Completion Fluids

☐ C-117 No.: _____

Description: _____

VOLUME OF MATERIAL ☐ BBLs. _____ :

☐ YARD _____ :

☐ _____

AS A CONDITION TO SUNDANCE SERVICES, INC.'S ACCEPTANCE OF THE MATERIALS SHIPPED WITH THIS JOB TICKET, OPERATOR/SHIPPER REPRESENTS AND WARRANTS THAT THE WASTE MATERIAL SHIPPED HEREWITH IS MATERIAL EXEMPT FROM THE RESOURCE, CONSERVATION AND RECOVERY ACT OF 1976, AS AMENDED FROM TIME TO TIME, 40 U.S.C. § 6901, et seq., THE NM HEALTH AND SAF. CODE § 361.001, et seq., AND REGULATIONS RELATED THERETO, BY VIRTUE OF THE EXEMPTION AFFORDED DRILLING FLUIDS, PRODUCED WATERS, AND OTHER WASTE ASSOCIATED WITH THE EXPLORATION, DEVELOPMENT OR PRODUCTION OF CRUDE OIL OR NATURAL GAS OR GEOTHERMAL ENERGY.

ALSO AS A CONDITION TO SUNDANCE SERVICES, INC.'S ACCEPTANCE OF THE MATERIALS SHIPPED WITH THIS JOB TICKET, TRANSPORTER REPRESENTS AND WARRANTS THAT ONLY THE MATERIAL DELIVERED BY OPERATOR/SHIPPER TO TRANSPORTER IS NOW DELIVERED BY TRANSPORTER TO SUNDANCE SERVICES, INC.'S FACILITY FOR DISPOSAL.

THIS WILL CERTIFY that the above Transporter loaded the material represented by this Transporter Statement at the above described location, and that it was tendered by the above described shipper. This will certify that no additional materials were added to this load, and that the material was delivered without incident.

DRIVER: _____

(SIGNATURE)

FACILITY REPRESENTATIVE: _____

(SIGNATURE)

White-Sundance Canary-Sundance Acct#1 Pink-Sundance Acct#2 Gold-Transporter
Revised 12/27/95

Sundance Services, Inc.

P.O. Box 1737 ★ Eunice, NM 88231
(505) 394-2511

AL 37014

LEASE OPERATOR/SHIPPER/COMPANY: Alco

LEASE NAME: Alco

TRANSPORTER COMPANY: Alco

TIME: _____ AM/PM

DATE: 12/27/95

VEHICLE NO.: _____

DRIVER NO.: _____

CHARGE TO: Alco

TYPE OF MATERIAL

☐ Production Water

☐ Drilling Fluids

☐ Completion Fluids

☐ Tank Bottoms

☐ Contaminated soil

☐ C-117 No.: _____

☐ Other Material: _____

☐ BS&W Content: _____

Description: Oil

VOLUME OF MATERIAL ☐ BBLs. _____ : ☐ YARD 50 : ☐ _____

AS A CONDITION TO SUNDANCE SERVICES, INC.'S ACCEPTANCE OF THE MATERIALS SHIPPED WITH THIS JOB TICKET, OPERATOR/SHIPPER REPRESENTS AND WARRANTS THAT THE WASTE MATERIAL SHIPPED HEREWITH IS MATERIAL EXEMPT FROM THE RESOURCE, CONSERVATION AND RECOVERY ACT OF 1976, AS AMENDED FROM TIME TO TIME, 40 U.S.C. § 6901, et seq., THE NM HEALTH AND SAF. CODE § 361.001, et seq., AND REGULATIONS RELATED THERETO, BY VIRTUE OF THE EXEMPTION AFFORDED DRILLING FLUIDS, PRODUCED WATERS, AND OTHER WASTE ASSOCIATED WITH THE EXPLORATION, DEVELOPMENT OR PRODUCTION OF CRUDE OIL OR NATURAL GAS OR GEOTHERMAL ENERGY.

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DRIVER: _____

(SIGNATURE)

FACILITY REPRESENTATIVE: _____

(SIGNATURE)

White-Sundance Canary-Sundance Acct#1 Pink-Sundance Acct#2 Gold-Transporter
Revised 12/27/95

Sundance Services, Inc.

P.O. Box 1737 ★ Eunice, NM 88231
(505) 394-2511

NC 37005

LEASE OPERATOR/SHIPPER/COMPANY: Rice

LEASE NAME: RKO F HE (RKO) Eric

TRANSPORTER COMPANY: Dirt Works

TIME: AM/PM

DATE: VEHICLE NO.: 11

DRIVER NO.:

CHARGE TO: Rice

TYPE OF MATERIAL

☐ Production Water

☐ Drilling Fluids

☐ Completion Fluids

☐ Tank Bottoms

☒ Contaminated soil

☐ C-117 No.: _____

☐ Other Material:

☐ BS&W Content: _____

Description: milled

VOLUME OF MATERIAL ☐ BBLs. _____ : ☐ YARD 12 : ☐ _____

AS A CONDITION TO SUNDANCE SERVICES, INC.'S ACCEPTANCE OF THE MATERIALS SHIPPED WITH THIS JOB TICKET, OPERATOR/SHIPPER REPRESENTS AND WARRANTS THAT THE WASTE MATERIAL SHIPPED HERewith IS MATERIAL EXEMPT FROM THE RESOURCE, CONSERVATION AND RECOVERY ACT OF 1976, AS AMENDED FROM TIME TO TIME, 40 U.S.C. § 6901, et seq., THE NM HEALTH AND SAF. CODE § 361.001, et seq., AND REGULATIONS RELATED THERETO, BY VIRTUE OF THE EXEMPTION AFFORDED DRILLING FLUIDS, PRODUCED WATERS, AND OTHER WASTE ASSOCIATED WITH THE EXPLORATION, DEVELOPMENT OR PRODUCTION OF CRUDE OIL OR NATURAL GAS OR GEOTHERMAL ENERGY.

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DRIVER: _____
(SIGNATURE)

FACILITY REPRESENTATIVE: _____
(SIGNATURE)

Sundance Services, Inc.

P.O. Box 1737 ★ Eunice, NM 88231
(505) 394-2511

NC 36761

LEASE OPERATOR/SHIPPER/COMPANY: ARCOS

LEASE NAME: ARCOS

TRANSPORTER COMPANY: ARCOS

TIME: _____

AM/PM

DATE: 1/1/95

VEHICLE NO.: 1

DRIVER NO.: _____

CHARGE TO: 1

TYPE OF MATERIAL

☐ Production Water

☐ Drilling Fluids

☐ Completion Fluids

☐ Tank Bottoms

☐ Contaminated soil

☐ C-117 No.: _____

☐ Other Material: _____

☐ BS&W Content: _____

Description: ARCOS

VOLUME OF MATERIAL ☐ BBLs. _____

☐ YARD 12

☐ _____

AS A CONDITION TO SUNDANCE SERVICES, INC.'S ACCEPTANCE OF THE MATERIALS SHIPPED WITH THIS JOB TICKET, OPERATOR/SHIPPER REPRESENTS AND WARRANTS THAT THE WASTE MATERIAL SHIPPED HERewith IS MATERIAL EXEMPT FROM THE RESOURCE, CONSERVATION AND RECOVERY ACT OF 1976, AS AMENDED FROM TIME TO TIME, 40 U.S.C. § 6901, et seq., THE NM HEALTH AND SAF. CODE § 361.001, et seq., AND REGULATIONS RELATED THERETO, BY VIRTUE OF THE EXEMPTION AFFORDED DRILLING FLUIDS, PRODUCED WATERS, AND OTHER WASTE ASSOCIATED WITH THE EXPLORATION, DEVELOPMENT OR PRODUCTION OF CRUDE OIL OR NATURAL GAS OR GEOTHERMAL ENERGY.

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DRIVER: Robert T. Lewis

(SIGNATURE)

FACILITY REPRESENTATIVE: Robert T. Lewis

(SIGNATURE)

White-Sundance Canary-Sundance Acct#1 Pink-Sundance Acct#2 Gold-Transporter
Revised 12/27/95



Current Photodocumentation

RICE *Operating Company* (ROC)
112 West Taylor Hobbs, NM 88240
Phone: (575) 393-9174 Fax: (575) 397-1471

EME Arco "F" DE
UL/F, Section 19, T21S, R37E



Facing north

3/5/2013



Facing east

3/5/2013