

1R - 426-103

**GENERAL
CORRESPONDENCE**

YEAR(S):
2007



ARCADIS

Infrastructure, buildings, environment, communications

RECEIVED

2007 SEP 26 AM 11:20

ARCADIS U.S., Inc.
1004 N. Big Spring Street
Suite 300
Midland Texas 79701
Tel 432.687.5400
Fax 432.687.5401
www.arcadis-us.com

Ed Hansen
New Mexico Oil Conservation Division
1220 So. Saint Francis Drive
Santa Fe, New Mexico 87505

Certified Mail Receipt No. 7002 2410 0001 5813 2527

Subject:
Investigation and Characterization Plan
Blinebry Drinkard (BD) H-14
T22S, R37E, Section 14, Unit H, Eunice, Lea County, New Mexico

BD H-14 boot IR 426-103
BD H-14-1 IR 426-102
BD H-14-2 IR 426-101

Dear Mr. Hansen,

Date:
24 September 2007

RICE Operating Company (ROC) has retained ARCADIS U.S., Inc. to address potential environmental concerns at the above-referenced site. ROC is the service provider (agent) for the Blinebry Drinkard (BD) 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 Partners, who provide all operating capital on a percentage ownership/usage basis. Environmental projects of this magnitude require System Partner AFE approval and work begins as funds are received. In general, project funding is not forthcoming until NMOCD approves the work plan. Therefore, your timely review of this submission is requested.

Contact:
Sharon Hall

Phone:
432 687-5400

Email:
shall@arcadis-us.com

For all environmental projects, ROC will choose a path forward that:

- protects public health,
- provides the greatest net environmental benefit,
- complies with NMOCD Rules, and
- is supported by good science.

Each site shall have three submissions or a combination of:

1. This Investigation and Characterization Plan (ICP) is a proposal for data gathering and site characterization and assessment.
2. Upon evaluating the data and results from the ICP, a recommended remedy will be submitted in a Corrective Action Plan (CAP).
3. Finally, after implementing the remedy, a closure report with final documentation will be submitted.

On behalf of ROC, ARCADIS respectfully submits this ICP for the above-referenced site.

Part of a bigger picture

SITE HISTORY AND BACKGROUND

This site is comprised of a three junction-box group in close proximity to one another (see attachment). Due to their close proximity the sites have been combined as a single site referred the H-14 site. The site is located near the town of Eunice, New Mexico Figure 1. The expected depth to groundwater at this site is approximately 65 feet below ground surface.

The junction box H-14-1 was the main-line box of the three-box group. It was replaced with a new water-tight junction box. The junction box H-14-2 has been eliminated and Junction H-14 contained a boot that has been eliminated. Both junctions have been replaced with poly-piping that bypasses the former locations.

Initial delineation of the three-box group began on May 17, 2004 and was completed on June 8, 2004 by trenching with a backhoe to a depth of 12-15 below ground surface (bgs). An area 38 feet x 36 feet x 6 feet-deep was excavated. A compacted clay barrier was installed at a depth of 6 feet bgs to inhibit downward chloride migration. The excavated area was then backfilled with the remaining blended excavation soil. An identification plate has been placed on the surface in the location of the former junction box for future environmental consideration and to identify the presence of the clay barrier. The disturbed surface has been seeded with a blend of native vegetation and is being monitored for growth.

Soil samples were analyzed in the field for chlorides using field-adapted Method 9253 and screened in the field using a photoionization detector (PID). Confirmation samples were collected from the bottom, side walls (four wall composite sample), and remediated backfill and sent to Environmental Lab of Texas for Total Petroleum Hydrocarbons (TPH) and Chloride analysis. PID readings were all low. Laboratory analysis confirms that gasoline range organics (GRO) and diesel range organics (DRO) were not detected.

Based on the results of the soil sampling analytical results, elevated chloride concentrations are present at the subject site as shown in Figure 2.

ROC disclosed potential groundwater impact at the site to New Mexico Oil Conservation Division (NMOCD) in an e-mail dated July 16, 2004. Disclosure reports were submitted to NMOCD with all of the ROC 2004 Junction Box Reports in March 2005 per the ROC Junction Box Upgrade Workplan. The disclosure reports identified the sites as the junction H-14-1, H-14-2 and H-14 Boot sites. The source of this impact is historical. There is no longer a threat of compounded conditions at this site because two junctions were eliminated and the third was replaced with a water-tight junction box.

INVESTIGATION AND CHARACTERIZATION PLAN

As discussed above existing site data suggest a potential for impairment of ground water quality. Therefore the work elements described below are designed to assist ROC in selecting an appropriate vadose zone remedy and, if necessary, a ground water remedy.

Task 1- Collect Regional Hydrogeologic Data

A one-half mile water well inventory will be performed. The water well inventory will include a review of water well records listed on the New Mexico State Engineer Office and United States Geological Survey (USGS) websites and windmills indicated on applicable USGS topographic maps.

Task 2- Evaluate Concentrations of Constituents of Concern in Soil (and Groundwater

One soil boring will be installed at the subject site at the former junction box location in order to delineate the depth of impacts to soil. Soil samples will be collected at regular intervals no greater than five feet, screened in the field using a photo ionization detector (PID) and field tested for chlorides. Soil lithology and the presence of any observed staining or odor will be recorded. Representative select samples will be submitted to a laboratory for laboratory analysis as confirmation of the field sampling.

Additional soil borings will be installed in each direction (north, south east and west of the excavated area) in order to delineate the lateral extent of impacts to soil. Soil samples will be collected at regular intervals no greater than five feet, screened in the field using a photo ionization detector (PID) and field tested for chlorides. Soil lithology and the presence of any observed staining or odor will be recorded. Representative select samples will be submitted to a laboratory for laboratory analysis as confirmation of the field sampling.

If chloride and/or hydrocarbon concentrations do not decline sufficiently with depth or exceed 250 milligrams per kilogram (mg/kg) or PID readings of 100 within 10 feet of the suspected groundwater depth monitoring well will be installed. The monitoring well will be placed near-source to observed soil impacts.

The monitor well will be constructed, developed and sampled in accordance with Environmental Protection Agency and NMOCD standards. A groundwater sample will be collected and submitted for laboratory analysis for chlorides, BTEX and general chemistry.

If analytical results indicate that chloride and/or BTEX concentrations in groundwater exceed New Mexico Water Quality Control Commission standards, additional monitoring wells may be installed as warranted by the results of the investigation.

Task 3 Evaluate Potential Flux from the Vadose Zone to Ground Water

The information gathered from tasks 1 and 2 will be evaluated and utilized to design a groundwater remedy if needed. The ground water remedy that offers the greatest environmental benefit while causing the least environmental impairment will be selected. If the evaluation demonstrates that residual constituents pose no threat to ground water quality, only a surface restoration plan protective of groundwater will be proposed. Such recommendations and findings will be presented to NMOCD in a subsequent Corrective Action Plan (CAP). When evaluating any proposed remedy or investigative work, ROC will confirm that there is a reasonable relationship between the benefits created by the proposed remedy or assessment and the economic and social costs.

A report that details the investigation activities and results will be submitted to the OCD. The report will include recommendations for further action (CAP) if necessary or for closure of the site.

Very Truly Yours,

ARCADIS U.S., Inc.

Sharon E. Hall

Sharon E. Hall
Site Evaluation Department Manager

Copies:

Carolyn Haynes- Rice Operating Company
Kristin Pope- Rice Operating Company

Attachment:




Figures 1-2

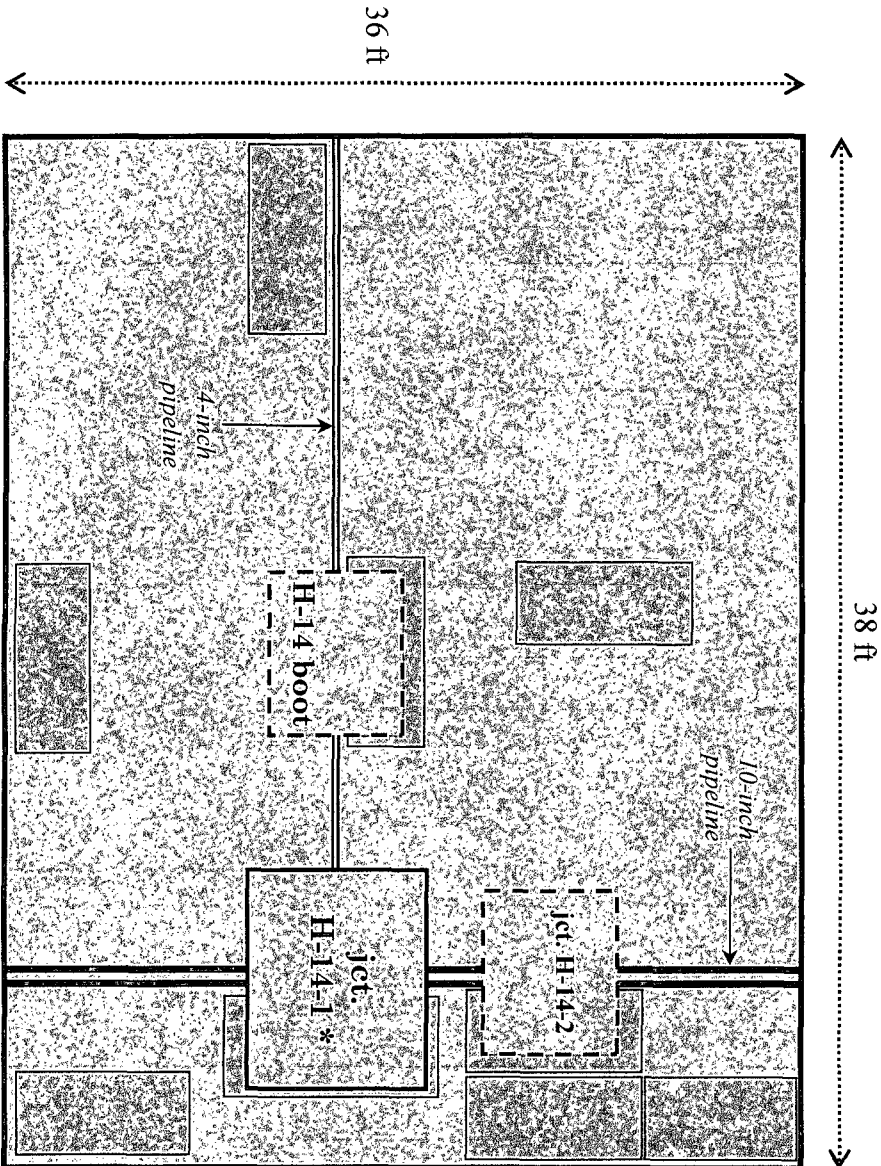
Disclosure reports with field sampling results

Excavation Diagram

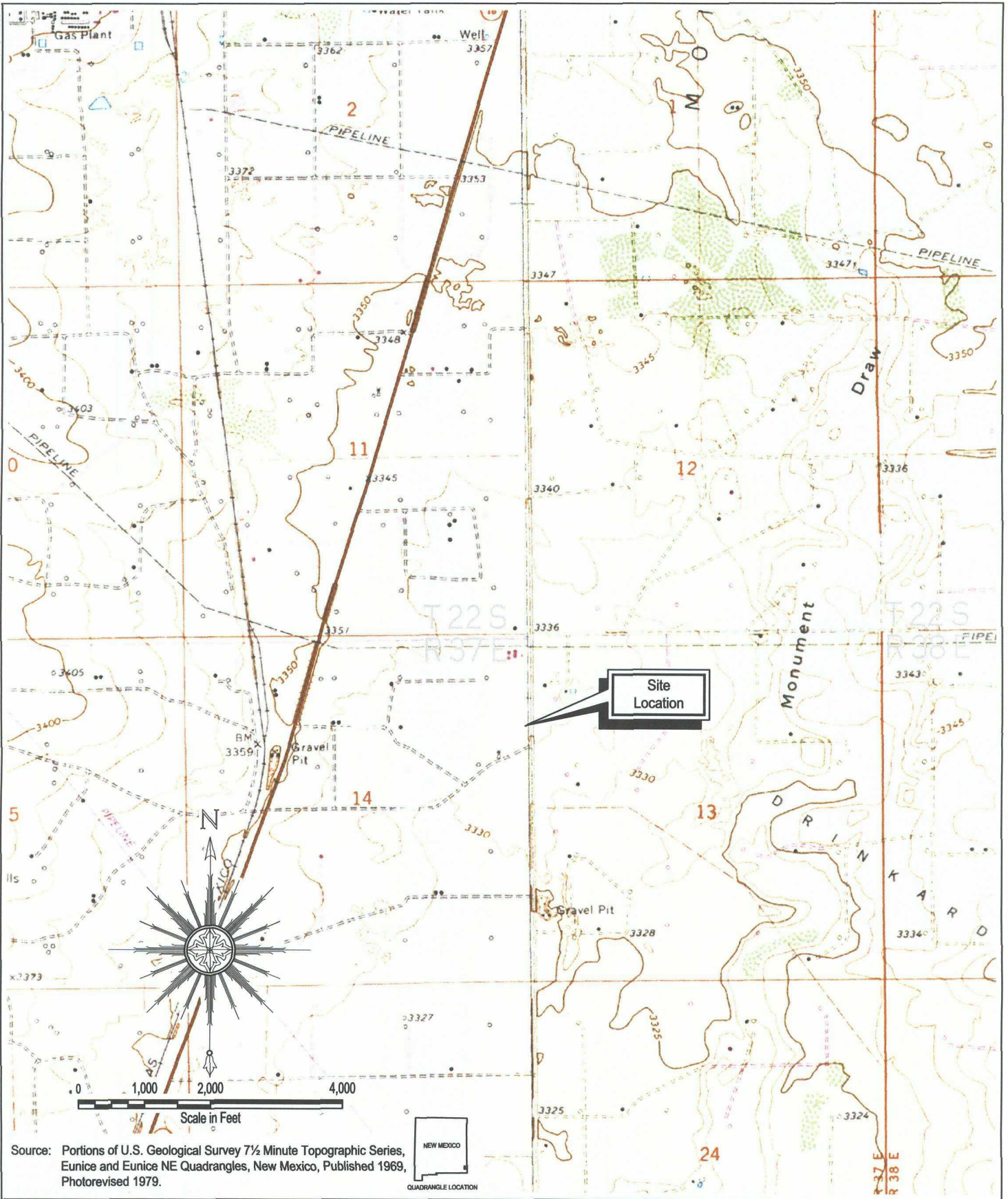
BD jct H-14-1
38 x 36 x 6-ft-deep
Excavation Cross-Section



-  = Excavation to 6 ft BGS, with compacted clay barrier
-  = Excavation trench to 12 ft BGS
-  = 2 x 2 ft



* New watertight junction box "H-14" has replaced H-14-1. H-14 boot and H-14-2 have been eliminated



Source: Portions of U.S. Geological Survey 7½ Minute Topographic Series, Eunice and Eunice NE Quadrangles, New Mexico, Published 1969, Photorevised 1979.



| | |
|------------------|------------|
| Area Manager | A. Schmidt |
| Project Manager | S. Hall |
| Task Manager | R. Nanny |
| Technical Review | S. Tischer |



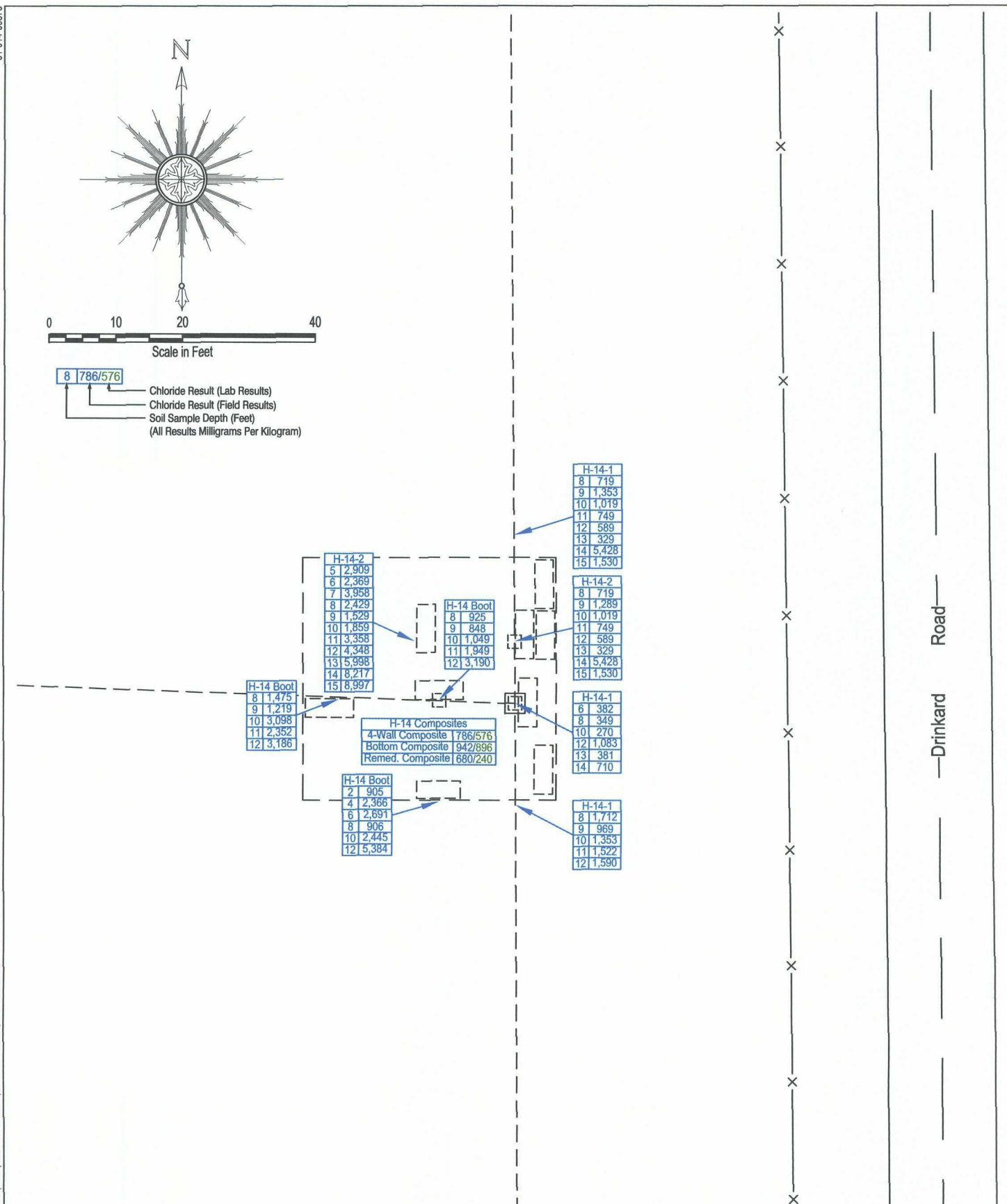
1004 North Big Spring Street
Suite 300
Midland, TX 79701-3383
Tel: 432-687-5400 Fax: 432-687-5401
www.arcadis-us.com

Rice Operating Company
Blinebry Drinkard (BD) SWD System – Jct. H-14

Site Location Map

Lea County, New Mexico

| | |
|----------------|------------------|
| Project Number | MT000914.0001 |
| Drawing Date | 27 November 2006 |
| Figure | 1 |



| | |
|------------------|------------|
| Area Manager | A. Schmidt |
| Project Manager | S. Hall |
| Task Manager | R. Nanny |
| Technical Review | S. Tischer |



1004 North Big Spring Street
Suite 300
Midland, TX 79701-3383
Tel: 432-687-5400 Fax: 432-687-5401
www.arcadis-us.com

Rice Operating Company
Blinebry Drinkard (BD) SWD System – Jct. H-14

Soil Excavation and Sampling Results Chlorides (mg/Kg)

Lea County, New Mexico

Project Number
MT000914.0001

Drawing Date
27 November 2006

Figure

2

**RICE OPERATING COMPANY
JUNCTION BOX DISCLOSURE REPORT**

BOX LOCATION

| SWD SYSTEM | JUNCTION | UNIT | SECTION | TOWNSHIP | RANGE | COUNTY | BOX DIMENSIONS - FEET | | |
|------------|----------|------|---------|----------|-------|--------|-----------------------|-------|-------|
| BD | H-14-1 | H | 14 | 22S | 37E | Lea | Length | Width | Depth |
| | | | | | | | 10 | 10 | 7 |

LAND TYPE: BLM _____ STATE _____ FEE LANDOWNER _____ Leo V. Sims _____ OTHER _____

Depth to Groundwater _____ 65 _____ feet NMOCD SITE ASSESSMENT RANKING SCORE: _____ 20 *

Date Started _____ 5/17/2004 _____ Date Completed _____ 6/8/2004 _____ OCD Witness _____ No _____

Soil Excavated _____ 304 _____ cubic yards Excavation Length _____ 38 _____ Width _____ 36 _____ Depth _____ 6 _____ feet

Soil Disposed _____ 0 _____ cubic yards Offsite Facility _____ n/a _____ Location _____ n/a _____

FINAL ANALYTICAL RESULTS: Sample Date _____ 5/21/2004 _____ Sample Depth _____ 6 ft _____

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

CHLORIDE FIELD TESTS

| Sample Location | PID ppm | GRO mg/kg | DRO mg/kg | Chloride mg/kg |
|-----------------|---------|-----------|-----------|----------------|
| SIDEWALLS | 6.7 | <10.0 | <10.0 | 576 |
| BOTTOM | 0.1 | <10.0 | <10.0 | 896 |
| REMEDIATED | 5.2 | <10.0 | <10.0 | 240 |

| LOCATION | DEPTH (ft) | ppm |
|--------------|------------|------|
| Vertical | 6 | 382 |
| at source | 8 | 349 |
| | 10 | 270 |
| | 12 | 1083 |
| | 13 | 381 |
| | 14 | 710 |
| 15 ft South | 8 | 1712 |
| | 9 | 969 |
| | 10 | 1353 |
| | 11 | 1522 |
| | 12 | 1590 |
| 25 ft North | 8 | 719 |
| | 9 | 1289 |
| | 10 | 1019 |
| | 11 | 749 |
| | 12 | 589 |
| | 13 | 329 |
| | 14 | 5428 |
| | 15 | 1530 |
| 4-wall comp. | n/a | 786 |
| bottom comp. | 6 | 942 |
| remed. comp. | n/a | 680 |

General Description of Remedial Action: This junction was the main-line box of a three-box cluster in close proximity. Delineation trenches were made with a backhoe to 12 ft as chloride field tests and PID field screenings were conducted at regular intervals. Chloride concentrations did not exhibit a trend of decline with depth or breadth within the excavation. PID readings were minimal and lab results confirmed TPH concentrations well below NMOCD guidelines. A compacted clay barrier was installed in the 38 x 36 x 6-ft-deep excavation and the excavated soil was blended and backfilled on top of the clay (see diagram). An identification plate was set on the surface to mark the site for future considerations and to identify the clay below. A new watertight junction box has been rebuilt at this location. The disturbed surface has been seeded with a blend of native vegetation and will be monitored for growth.

ADDITIONAL EVALUATION IS HIGH PRIORITY

* Windmill located 570 ft south of the location.

enclosures: chloride graphs, photos, lab results, clay test, PID field screenings, diagrams

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

SITE SUPERVISOR _____ Joe Gatts _____ SIGNATURE _____ COMPANY _____ RICE Operating Company _____

REPORT ASSEMBLED BY _____ Kristin Farris Pope _____ SIGNATURE _____

DATE _____ 7/19/2004 _____ TITLE _____ Project Scientist _____

*** This site is a "DISCLOSURE." It will be placed on a prioritized list of similar sites for further consideration.**

RICE OPERATING COMPANY
JUNCTION BOX DISCLOSURE REPORT

BOX LOCATION

| SWD SYSTEM | JUNCTION | UNIT | SECTION | TOWNSHIP | RANGE | COUNTY | BOX DIMENSIONS - FEET | | |
|------------|----------|------|---------|----------|-------|--------|-----------------------|-------|-------|
| BD | H-14-2 | H | 14 | 22S | 37E | Lea | Length | Width | Depth |
| | | | | | | | eliminated | | |

LAND TYPE: BLM _____ STATE _____ FEE LANDOWNER _____ Leo V. Sims _____ OTHER _____

Depth to Groundwater _____ 65 _____ feet NMOCD SITE ASSESSMENT RANKING SCORE: _____ 20 *

Date Started _____ 5/17/2004 _____ Date Completed _____ 6/8/2004 _____ OCD Witness _____ No _____

Soil Excavated _____ 304 _____ cubic yards Excavation Length _____ 38 _____ Width _____ 36 _____ Depth _____ 6 _____ feet

Soil Disposed _____ 0 _____ cubic yards Offsite Facility _____ n/a _____ Location _____ n/a _____

FINAL ANALYTICAL RESULTS: Sample Date _____ 5/21/2004 _____ Sample Depth _____ 6 ft _____

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

CHLORIDE FIELD TESTS

| Sample Location | PID ppm | GRO mg/kg | DRO mg/kg | Chloride mg/kg |
|-----------------|---------|-----------|-----------|----------------|
| SIDEWALLS | 6.7 | <10.0 | <10.0 | 576 |
| BOTTOM | 0.1 | <10.0 | <10.0 | 896 |
| REMEDIED | 5.2 | <10.0 | <10.0 | 240 |

| LOCATION | DEPTH (ft) | ppm |
|--------------|------------|------|
| Vertical | 8 | 719 |
| at source | 9 | 1289 |
| | 10 | 1019 |
| | 11 | 749 |
| | 12 | 589 |
| | 13 | 329 |
| | 14 | 5428 |
| | 15 | 1530 |
| 15 ft West | 5 | 2909 |
| | 6 | 2369 |
| | 7 | 3958 |
| | 8 | 2429 |
| | 9 | 1529 |
| | 10 | 1859 |
| | 11 | 3358 |
| | 12 | 4348 |
| | 13 | 5998 |
| | 14 | 8217 |
| | 15 | 8997 |
| 4-wall comp. | n/a | 786 |
| bottom comp. | 6 | 942 |
| remed. comp. | n/a | 680 |

General Description of Remedial Action: This junction was one of a three-box cluster in close proximity. Delineation trenches were made with a backhoe to 12 ft as chloride field tests and PID field screenings were conducted at regular intervals. Chloride concentrations did not exhibit a trend of decline with depth or breadth within the excavation. PID readings were minimal and lab results confirmed TPH concentrations well below NMOCD guidelines. A compacted clay barrier was installed in the 38 x 36 x 6-ft-deep excavation and the excavated soil was blended and backfilled on top of the clay (see diagram). An identification plate was set on the surface to mark the site for future considerations and to identify the clay below. This junction has been eliminated an re-plumbed straight through. The disturbed surface has been seeded with a blend of native vegetation and will be monitored for growth.

ADDITIONAL EVALUATION IS HIGH PRIORITY

* Windmill located 570 ft south of the location.

enclosures: chloride graphs, photos, lab results, clay test, PID field screenings, diagram

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

SITE SUPERVISOR _____ Joe Gatts _____ SIGNATURE _____ COMPANY _____ RICE Operating Company _____

REPORT ASSEMBLED BY _____ Kristin Farris Pope _____ SIGNATURE _____

DATE _____ 7/19/2004 _____ TITLE _____ Project Scientist _____

* This site is a "DISCLOSURE." It will be placed on a prioritized list of similar sites for further consideration.

RICE OPERATING COMPANY
JUNCTION BOX DISCLOSURE REPORT

BOX LOCATION

| SWD SYSTEM | JUNCTION | UNIT | SECTION | TOWNSHIP | RANGE | COUNTY | BOX DIMENSIONS - FEET | | |
|------------|-----------|------|---------|----------|-------|--------|-----------------------|-------|-------|
| BD | H-14 boot | H | 14 | 22S | 37E | Lea | Length | Width | Depth |
| | | | | | | | eliminated | | |

LAND TYPE: BLM _____ STATE _____ FEE LANDOWNER _____ Leo V. Sims _____ OTHER _____

Depth to Groundwater _____ 65 _____ feet NMOCD SITE ASSESSMENT RANKING SCORE: _____ 20 *

Date Started _____ 5/17/2004 _____ Date Completed _____ 6/8/2004 _____ OCD Witness _____ No _____

Soil Excavated _____ 304 _____ cubic yards Excavation Length _____ 38 _____ Width _____ 36 _____ Depth _____ 6 _____ feet

Soil Disposed _____ 0 _____ cubic yards Offsite Facility _____ n/a _____ Location _____ n/a _____

FINAL ANALYTICAL RESULTS: Sample Date _____ 5/21/2004 _____ Sample Depth _____ 6 ft _____

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

CHLORIDE FIELD TESTS

| Sample Location | PID ppm | GRO mg/kg | DRO mg/kg | Chloride mg/kg |
|-----------------|---------|-----------|-----------|----------------|
| SIDEWALLS | 6.7 | <10.0 | <10.0 | 576 |
| BOTTOM | 0.1 | <10.0 | <10.0 | 896 |
| REMEDIED | 5.2 | <10.0 | <10.0 | 240 |

| LOCATION | DEPTH (ft) | ppm |
|--------------|------------|------|
| Vertical | 8 | 925 |
| at source | 9 | 848 |
| | 10 | 1049 |
| | 11 | 1949 |
| | 12 | 3190 |
| 15 ft South | 2 | 905 |
| | 4 | 2366 |
| | 6 | 2691 |
| | 8 | 906 |
| | 10 | 2445 |
| | 12 | 5384 |
| 15 ft West | 8 | 1475 |
| | 9 | 1219 |
| | 10 | 3098 |
| | 11 | 2352 |
| | 12 | 3186 |
| 4-wall comp. | n/a | 786 |
| bottom comp. | 6 | 942 |
| remed. comp. | n/a | 680 |

General Description of Remedial Action: This junction contained a boot and was one of a three-box cluster in close proximity. Delineation trenches were made with a backhoe to 12 ft as chloride field tests and PID field screenings were conducted at regular intervals. Chloride concentrations did not exhibit a trend of decline with depth or breadth within the excavation. PID readings were minimal and lab results confirmed TPH concentrations well below NMOCD guidelines. A compacted clay barrier was installed in the 38 x 36 x 6-ft-deep excavation and the excavated soil was blended and backfilled on top of the clay (see diagram). An identification plate was set on the surface to mark the site for future considerations and to identify the clay below. This junction has been eliminated. The disturbed surface has been seeded with a blend of native vegetation and will be monitored for growth.

ADDITIONAL EVALUATION IS HIGH PRIORITY

* Windmill located 570 ft south of the location.

enclosures: chloride graphs, photos, lab results, clay test, PID field screenings, diagrams

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

SITE SUPERVISOR _____ Joe Gatts _____ SIGNATURE _____ COMPANY _____ RICE Operating Company _____

REPORT ASSEMBLED BY _____ Kristin Farris Pope _____ SIGNATURE _____

DATE _____ 7/19/2004 _____ TITLE _____ Project Scientist _____

*** This site is a "DISCLOSURE." It will be placed on a prioritized list of similar sites for further consideration.**