

## NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

8/27/2003

Me-Tex Oil & Gas, Inc. Att: Burton Veteto P.o. Box 2070 Hobbs, N.M. 88241

Re: 30-015-05489 Ut-C sec. 32-17s-31e

State "M" #1

Dear Mr. Burton Veteto,

A field inspection was made on 8/26/2003 at the State "M" #1 P&A well location."

The P&A well location was found to have hydrocarbon contamination located to the west of the Former stock tanks and to the west of the former heater treater site.

R-116.A. Section {2} D. Corrective Action. The responsible person must complete corrective action For releases which endanger public health or the environment. Releases will be addressed in accordance With a remediation plan submitted to and approved by the Division or with and abatement plan submitted In accordance with section 19 or 19.15.1 NMAC.

The well bond for the State "M" #1 will not be releases until rule 116.A. has been accomplished, the Hydrocarbon impacted soils are corrected, and the remediation actions taken in correction of the Hydrocarbons Area approved by N.M.O.C.D.

Please send N.M.O.C.D. a corrective action remediation action plan for approval that will correct the Hydrocarbon impacted soils that exist at the State "M" #1.

The Corrective action remediation plan submitted shall be as per The Guide Lines for Remediation of Leaks, spills, and releases dated August 13, 1993.

A copy of the guide lines for Remediation of leaks, spills, and releases may be found under the N.M.O.C.D. web address www.emrd.state.nm,us/ocd.

Click on Publications/Environmental Handbook/Miscellaneous Guidelines/Spill Prevention/Cleanup.

The Corrective action remediation plan requested with-in this letter shall be required submitted by 9/30/2003.

The approved corrective action remediation plan shall began corrective actions no later than 30 days after approval by N.M.O.C.D.

The State "M" #1 has a P&A marker lying on the ground, which must be reset in cement. There is a cement base on which the former heater treater was set which must be disposed of in a proper manner.

The P&A location contains numerous items of junk which will need to be properly disposed of at and approved solid waste facility.

If I can be of assistance in this matter Please do no hesitate to contact me at 505-748-1283 or E-Mail me at mstubblefield@state.nm.us.

Sincerely,

Mike Stubblefield

Environ. Eng. Spec.

N.M.O.C.D.