State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

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Todd E. Leahy, JD, PhD Deputy Cabinet Secretary **Gabriel Wade**Acting Director, Oil Conservation Division



March 21, 2019

Zach Stradling
Benson-Montin-Greer Drilling Corp.
4900 College Blvd
Farmington, New Mexico 87401
zstradling@bmgdrilling.com

RE: Requirement for Phase 1 and 2 Abatement Plans Concerning a Release at the Highway 537 Truck Receiving Station in Section 18 of Township 25 North, Range 3 West in Rio Arriba County

Mr. Stradling,

Benson-Montin-Greer Drilling Corporation (BMG) previously notified the Oil Conservation Division (OCD) of an historic release of an unknown volume of crude oil and condensate discovered in March of 2007. This release incident was initially given a case number of 3R-448. Investigation of the release indicates groundwater in the area has been impacted.

The OCD typically directs the responsible party to undertake corrective action of vadose zone soils under requirements of 19.15.29 NMAC. However, if groundwater or surface water has been affected, corrective action must be addressed subject to provisions of 19.15.30 NMAC. 19.15.30.10 NMAC states "...responsible persons who are abating, or who are required to abate, water pollution in excess of the standards and requirements set for in 19.15.30.9 NMAC shall do so pursuant to an abatement plan the director approves. When the director has approved an abatement plan, the responsible person's actions leading to and including abatement shall be consistent with the abatement plan's terms and conditions."

This letter hereby notifies BMG that an abatement plan is required. Stage 1 of the plan is to define site conditions such that an effective abatement option can be selected. Stage 2 is implementation of the remedial option. The Stage 1 and 2 plans can be submitted simultaneously, but the Stage 1 plan must be received by the OCD no later than June 21, 2019 and conform with all applicable requirements of 19.15.30 NMAC including those for public notice.

If you have any questions, please contact Cory Smith of my staff at (505) 334-6178 or by email at *cory.smith@state.nm.us*. On behalf of the Oil Conservation Division, I wish to thank you and your staff for your cooperation during this permit review.

Respectfully,

Gabriel Wade
Acting Director

Smith, Cory, EMNRD

From: Smith, Cory, EMNRD

Sent: Monday, March 25, 2019 2:04 PM To: zstradling@bmgdrilling.com Cc: Griswold, Jim, EMNRD

Subject: RE: Abatement plan for Hwy 537 Truck Station

Zach,

OCD has created AP-137 for Hwy 537 Truck Station formerly 3RP-448. The letter mentioned below and any future correspondence/workplans etc will be uploaded to the AP File. All previous information regarding 3RP-448 will remain in that well file however it will be "Closed out".

Cory Smith **Environmental Specialist** Oil Conservation Division Energy, Minerals, & Natural Resources 1000 Rio Brazos, Aztec, NM 87410 (505)334-6178 ext 115 cory.smith@state.nm.us

From: Griswold, Jim, EMNRD < Jim.Griswold@state.nm.us>

Sent: Thursday, March 21, 2019 11:16 AM

To: zstradling@bmgdrilling.com; Smith, Cory, EMNRD <Cory.Smith@state.nm.us>

Subject: Abatement plan for Hwy 537 Truck Station

See attached. Original sent to Mr. Stradling today via snailmail. Cory, could you please make sure this letter gets into the administrative record. I don't know when you actually assign the case number (AP-?). Thanks.

Jim Griswold

Environmental Bureau Chief Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

505.476.3465

email: jim.griswold@state.nm.us