AP - 079

GENERAL CORRESPONDENCE

2009

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



March 6, 2009

Mr. Matthew L. Pride Pride Energy Company P.O. Box 701950 Tulsa, OK 74170-1950

RE: STAGE 1 ABATEMENT PLAN

ADMINSTRATIVE COMPLETENESS DETERMINATION

PRIDE ENERGY - STATE X #1 WORKOVER PIT

SECTION 2, TOWNSHIP 12 SOUTH, RANGE 34 EAST

LEA COUNTY, NEW MEXICO

OCD CASE NO. AP079

Dear Mr. Pride:

The Oil Conservation Division (OCD) has reviewed the *State X #1 Reserve Pit Site - Stage 1 Abatement Plan* dated April 11, 2008, submitted by R.T. Hicks on behalf of Pride Energy. Pride submitted this Stage 1 Abatement Plan proposal to conduct a ground water and soil investigation of brine released from its drilling pit at the State X #1 site, located in Section 2, Township 12 South, Range 34 East, Lea County, New Mexico, in response to OCD's letter of February 12, 2008.

OCD has determined that Pride's Stage 1 Abatement Plan Proposal is administratively complete because Pride has met the requirements specified in OCD Rule Part 30.13C. Before OCD can complete a technical review of EMGR's Stage 1 proposal, Pride shall:

- 1. Issue written notice of the Stage 1 proposal pursuant to OCD Rule Part 30.15A, prior to issuing public notice. A listing of "those persons, as identified by the Director, who have requested notification" is attached.
- 2. Issue its OCD approved public notice in the Santa Fe New Mexican and the Hobbs News-Sun, pursuant to OCD Rule Part 30.15B.



3. Provide OCD with proof of publication and proof of written notice.

If you have any questions, please contact me at 505-476-3488.

Sincerely,

Glenn von Gonten Senior Hydrologist

1 attachment

cc: Larry Johnson, OCD Hobbs District Office

Interested Parties Notice Mailing List

Field Supervisor
US Fish & Wildlife Service
2105 Osuna Road, Northeast
Albuquerque, NM 87113-1001
(Wishes to be notified via regular mail)

State Historic Preservation Officer 228 East Palace Avenue Villa Rivera Room 101 Santa Fe, NM 87503 (Wishes to be notified via regular mail)

Dr. Harry Bishara
P.O. Box 748
Cuba, NM 87013
(Wishes to be notified via regular mail)

Director NM Department of Game & Fish P.O. Box 25112 Santa Fe, NM 87504 Email: mailto:bruce.thompson@state.nm.us

Chief of Conservation Services NM Department of Game & Fish P.O. Box 25112 Santa Fe, NM 87504 Email: mailto:matthew.wunder@state.nm.us

Cabinet Secretary Indian Affairs Department 1220 South Saint Francis Drive Santa Fe, NM 87505

Email: mailto:alvin.warren@state.nm.us

Resources Division Soil and Water Conservation Bureau New Mexico Department of Agriculture MSC APR Box 30005 Las Cruces, New Mexico 88003-8005 Email: mailto:ddapr@nmda.nmsu.edu

Director of Agriculture Programs and

State Director
Bureau of Land Management
P. O. Box 27115
Santa Fe, NM 87502-0115

Email:

mailto:Linda Rundell@nm.blm.gov

Attorney General's Office
P. O. Box 1508
Santa Fe, NM 87504
Email: mailto:psisneros@nmag.gov
and mailto:lsouthard@nmag.gov

Randy Hicks

Email: mailto:r@rthicksconsult.com

Chris Shuey
Southwest Research
& Information Center
P. O. Box 4524
Albuquerque, N.M. 87106
Email: mailto:sricdon@earthlink.net

Director State Parks & Recreation 1220 S. St. Francis Drive P.O. Box 1147 Santa Fe, NM 87504

Email: mailto:nmparks@state.nm.us

State Engineer
Water Resources Division
NM Bureau of Mines & Mineral
Resources
NM Institute of Mining & Tech.
Socorro, NM 87801
Email:
mailto:john.dantonio@state.nm.us

NM Oil & Gas Association 203 E Santa Fe Avenue Santa Fe, New Mexico 87505 Email: mailto:sreid@nmoga.org

William Fetner
New Mexico Trustee for Natural
Resources
c/o American Ground Water Consultants
610 Gold St. SW, Suite 236
Albuquerque, NM 87102
Email:
mailto:william.fetner@state.nm.us

Jay Lazarus P. O. Box 5727 Santa Fe, NM 87502

Email: mailto:lazarus@glorietageo.com

Secretary

New Mexico Environment Department P. O. Box 26110

Santa Fe, NM 87502

Email:

mailto:marissa.stone@state.nm.us

Ron Dutton Southwestern Public Service P. O. Box 1261 Amarillo, TX 79170 Email:

mailto:ron.dutton@xcelenergy.com

Regional Forester USFS Regional Office 517 Gold Avenue SW Albuquerque, NM 87102 Email: mailto:cgarcia@fs.fed.us

John E. Kieling
Program Manager
Permits Management Program
Hazardous Waste Bureau
2905 Rodeo Park Drive East, Building 1
Santa Fe, New Mexico 87505-6313
Email: john.kieling@state.nm.us

Bruce S. Garber Attorney at Law P. O. Box 0850 Santa Fe, NM 87504-0850 Email: mailto:bsg@garbhall.com

Chief Groundwater Bureau P.O. Box 26110 Santa Fe, NM 87502 Email: mailto:Bill.Olson@state.nm.us

Claudette Horn
Environmental Counsel
Public Service Company of New Mexico
414 Silver, Southwest
Albuquerque, NM 87158
Email: mailto: claudette.horn@pnm.com

Ned Kendrick
Attorney at Law
325 Paseo de Peralta
Santa Fe, NM 87501
Email: mailto:ekendrick@montand.com

Mr. Jeffrey Harris (Los Lobos LLC Application)
Rubin, Winston, Dierecks, Harris & Cooke, L.L.P. Sixth Floor
1155 Connecticut Avenue, NW
Washington, DC 20036
Email: mailto:jharris@rwdhc.com

Mr. Damon Seawright (Los Lobos LLC Application)
Talapia Fish Farm
E-mail: mailto:dseawright@gmail.com

Independent Petroleum Association of New Mexico (IPANM) Email: mailto:staff@ipanm.org

OCD District 1 Manager Email: <u>mailto:Williams, Chris, EMNRD</u>

OCD District 1 Environmental Inspector Email: mailto:Johnson, Larry, EMNRD

OCD District 2 Manager Email: <u>mailto:Gum, Tim, EMNRD</u>

OCD District 2 Environmental Inspector Email: mailto:Bratcher, Mike, EMNRD

OCD District 3 Manager Email: <u>mailto:Perrin, Charlie, EMNRD</u>

OCD District 3 Environmental Inspector Email: <u>mailto:Powell, Brandon, EMNRD</u>

OCD District 4 Manager Email: mailto:Martin, Ed, EMNRD

Mail list copy & paste into email address field:

mailto:tod.stevenson@state.nm.us mailto:matthew.wunder@state.nm.us mailto:alvin.warren@state.nm.us

mailto:StephanieP.Kiger@state.nm.us mailto:ddapr@nmda.nmsu.edu mailto:Linda Rundell@nm.blm.gov mailto:psisneros@nmag.gov mailto:lsouthard@nmag.gov mailto:r@rthicksconsult.com mailto:sricdon@earthlink.net mailto:nmparks@state.nm.us mailto:john.dantonio@state.nm.us mailto:sreid@nmoga.org mailto:william.fetner@state.nm.us mailto:lazarus@glorietageo.com mailto:marissa.stone@state.nm.us mailto:ron.dutton@xcelenergy.com mailto:cgarcia@fs.fed.us mailto:john.kieling@state.nm.us mailto:bsg@garbhall.com mailto:Bill.Olson@state.nm.us mailto: claudette.horn@pnm.com mailto:ekendrick@montand.com mailto:staff@ipanm.org mailto: Williams, Chris, EMNRD mailto:Johnson, Larry, EMNRD mailto:Gum, Tim, EMNRD mailto:Bratcher, Mike, EMNRD mailto:Perrin, Charlie, EMNRD mailto:Powell, Brandon, EMNRD mailto:Martin, Ed, EMNRD

Second list w/o "mailto" designation in front of e-mail address if the above list does not work:

tod.stevenson@state.nm.us matthew.wunder@state.nm.us alvin.warren@state.nm.us stephaniep.kiger@state.nm.us ddapr@nmda.nmsu.edu Linda Rundell@nm.blm.gov psisneros@nmag.gov lsouthard@nmag.gov r@rthicksconsult.com sricdon@earthlink.net nmparks@state.nm.us john.dantonio@state.nm.us sreid@nmoga.org william.fetner@state.nm.us lazarus@glorietageo.com marissa.stone@state.nm.us

ron.dutton@xcelenergy.com cgarcia@fs.fed.us john.kieling@state.nm.us bsg@garbhall.com Bill.Olson@state.nm.us claudette.horn@pnm.com ekendrick@montand.com staff@ipanm.org Williams, Chris, EMNRD Johnson, Larry, EMNRD Gum, Tim, EMNRD Bratcher, Mike, EMNRD Perrin, Charlie, EMNRD Powell, Brandon, EMNRD Martin, Ed, EMNRD dseawright@gmail.com jharris@rwdhc.com

NOTICE OF PUBLICATION

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division

Notice is hereby given that pursuant to Oil Conservation Division Regulations, the following Stage 1 Abatement Plan Proposal has been submitted to the Director of the Oil Conservation Division, 1220 S. St. Francis Dr., Santa Fe, New Mexico 87505, Telephone (505) 476-3440:

Matthew L. Pride, President of Pride Production Co., Inc., which is a General Partner of Pride Energy Company, an Oklahoma General Partnership, Telephone (918) 524-9200, P. O. Box 701950, Tulsa, Oklahoma 74170, has submitted a Stage 1 Abatement Plan Proposal (AP- 79) for the State X #1 site, located in Section 1, Township 12 South, Range 34 East, Lea County, New Mexico, approximately 10 miles west of Tatum, New Mexico. Pride Energy Company is the operator of an oil and gas well at the site. A former drilling pit is a suspected source of a release of brines into the vadose zone and groundwater at the site. Assuming that the release of brine occurred after drilling was completed in October 2006, the down gradient extent of ground water impairment could be 80 feet southeast (down gradient) of the former drilling pit. The volume of any release is unknown. The Stage 1 Abatement Plan includes (1) a description of the site, site maps, and discussion of the site history including the nature of the release, (2) a description of the site geology and hydrology, (3) results of previous investigations, (4) the proposed characterization program, which includes the installation of soil borings and/or monitoring well(s) to delineate the vertical and horizontal extent of the constituents of concern, (5) a quality assurance plan, (6) assessment of restoration options, and (7) a schedule of proposed activities.

The division has determined that the application satisfies the requirements of OCD Rule Part 30.13C and is therefore, administratively complete. The division will accept written comments on the abatement plan if the director receives them within 30 days after the date of publication of the public notice. Persons who are interested in obtaining further information, submitting comments, or wish to be placed on a facility-specific mailing list for future notices may contact the Environmental Bureau Chief of the Oil Conservation Division at the address given above. The application and administrative completeness determination may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday, or may also be viewed at the OCD web site (http://www.emnrd.state.nm.us/ocd). Persons who are interested in obtaining a copy of the application and administrative completeness determination may contact Jim Snyder at the address given above, or by telephone at 505-476-3484, or by email at Jim.Snyder@state.nm.us.