GW - 393

INSPECTION

(Drain-lines, Sump, BGT, Site, etc.)

From:	Lowe, Leonard, EMNRD
Sent:	Wednesday, December 02, 2009 2:16 PM
То:	'Cory Smith'
Subject:	RE: Beeline Discharge Plan

Cory,

GW-386, Bisti and GW-387, Buena Serte

are the ONLY TWO permits that identify specifics in CONDITION 16 as part of the inspection. A work plan identifying and resolving those issues AND all items stated within the permit need to be addressed in the WORK PLAN.

GW-390 through GW-394

There are no specifics stated within CONDITION 16. A work plan to cover all aspects of the permit conditions needs to be submitted. I understand that these may take some time, so an extension may be granted if Beeline request.

Overall, all these items need to be addressed within 5 years. My main focus is on below-grade tanks and unlined AST's.

llowe

Leonard Lowe Environmental Engineer Oil Conservation Division/EMNRD 1220 S. St. Francis Drive Santa Fe, N.M. 87505 Office: 505-476-3492 Fax: 505-476-3462 E-mail: <u>leonard.lowe@state.nm.us</u> Website: <u>http://www.emnrd.state.nm.us/ocd/</u>

-----Original Message-----From: Cory Smith [mailto:CSmith@elmridge.net] Sent: Wednesday, December 02, 2009 1:46 PM To: Lowe, Leonard, EMNRD Subject: RE: Beeline Discharge Plan

Mr. Lowe,

Do you want a plan addressing the concerns in section 16 of the approval letter or the entire site.

Cory Smith BeeLine Gas Systems (505)634-1144

From: Lowe, Leonard, EMNRD [Leonard.Lowe@state.nm.us] Sent: Wednesday, December 02, 2009 1:32 PM To: Cory Smith Subject: Beeline Discharge Plan Cory,

For clarification:

RE: GW-386, GW-387, GW-390, GW-391, GW-392, GW-393, GW-394

The OCD would like to receive a WORK PLAN for areas of concern for ALL the NEW discharge permitted facilities you have with the OCD by January 29, 2010.

If these work plans are not able to be submitted, OCD would like notification of this, on or by January 29, 2010.

llowe

Leonard Lowe Environmental Engineer Oil Conservation Division/EMNRD 1220 S. St. Francis Drive Santa Fe, N.M. 87505 Office: 505-476-3492 Fax: 505-476-3462 E-mail: <u>leonard.lowe@state.nm.us<mailto:leonard.lowe@state.nm.us</u>> Website: http://www.emnrd.state.nm.us/ocd/

Confidentiality Notice: This e-mail, including all attachments is for the sole use of the intended recipient(s) and may contain confidential and privileged information. Any unauthorized review, use, disclosure or distribution is prohibited unless specifically provided under the New Mexico Inspection of Public Records Act. If you are not the intended recipient, please contact the sender and destroy all copies of this message. -- This email has been scanned by the Sybari - Antigen Email System.

Confidentiality Notice: This e-mail, including all attachments is for the sole use of the intended recipient(s) and may contain confidential and privileged information. Any unauthorized review, use, disclosure or distribution is prohibited unless specifically provided under the New Mexico Inspection of Public Records Act. If you are not the intended recipient, please contact the sender and destroy all copies of this message. This email has been scanned using Webroot Email Security.

This inbound email has been scanned for malicious software and transmitted safely to you using Webroot Email Security.

Elm Ridge Exploration Co., LLC d.b.a.

Beeline Gas Systems

2001 E. Blanco Blvd. P. O. Box 1280 Bloomfield, NM 87413 (505) 634-1144

November 25, 2009

New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505 Attn: Leonard Lowe

Subject: Discharge Permit Number GW- 393

Dear Mr. Lowe,

Please see the attached plans developed by Beeline Gas Systems to comply with Paragraphs 16 and 19 of the above referenced discharge permit. Paragraph 16 lists several deviations that must be corrected. Our proposed corrective actions are shown as the captions to your photos in Attachment 1. The plan to address small spills, as required in Paragraph 19, is show as Attachment 2. Please note that this facility meets the H_2S requirements of NMAC PART 11(19.15.11, HYDROGEN SULFIDE GAS). A copy of our H_2S Inspection Report for this facility is shown as Attachment 3.

The deviations listed in Paragraphs 16 and 19 will be corrected and a report of our corrective actions will be submitted to NMOCD by January 29, 2010 per the requirements of Paragraph 16. Major projects to correct deviations such as non-compliant underground or above ground tanks will be completed in a reasonable time giving consideration to potential for discharge, availability of materials, availability of crews for installation, and weather conditions.

If you have any questions or comments please contact me at the above number or by email at csmith@elmridge.net.

Sincerely,

Cory Smith Regulatory Compliance Beeline Gas Systems

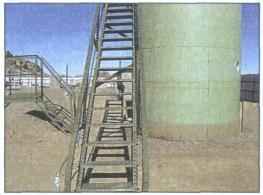
Cc: Neil Rensvold - Houston

Attachment 1: GW-393 Work Plan Attachment 2: Small Spill Plan Attachment 3: H_2S Inspection 10/13/09

Beeline Gas Systems Otero Compressor Station GW-393 NMOCD Photo Concerns

Attachment #1

Page 1 of 3



<u>Photo 1</u>: Unlined AST with earthen berm. No immediate action required at this time.



<u>Photo 2</u>: Earthen berm around AST. No immediate action required at this time.



<u>Photo 3</u>: Repipe valve to be within existing secondary containment or install a catch basin. .



Photo 4: Remove Barrel



Photo 5: Remove trash

Attachment #1

Beeline Gas Systems Otero Compressor Station GW-393 NMOCD Photo Concerns

Page 2 of 3



Photo 6: Repair Liner



Photo 7: Remove fluids from secondary containment.



Photo 9: Clean tank



Photo 10: Repair liner



Photo 8: Repair liner



Photo 11: Repair liner

Attachment #1

Beeline Gas Systems Otero Compressor Station GW-393 NMOCD Photo Concerns

Page 3 of 3



<u>Photo 12</u> Remediate spill and repair or replace secondary containment as needed.

Beeline Gas Systems

Small Spill Plan

Beeline Gas Systems plan to address small spills located in and around the facilities in an efficient and cost effective manner is to:

- Identify the source of the spill and stop it.
- Excavate saturated soils and remediate the site with bioremediation.
- Take precautionary measures to prevent a reoccurrence.

Beeline Gas Systems will store contaminated soils in containers onsite within secondary containment until enough soil is collected (~55gal drum). We will transport it to an OCD approved land farm for all required testing and disposal. Precautionary measures to prevent reoccurrence may include equipment repair, additional equipment, and personnel training.

· •	Ą	Htachment #	= 3.	COPY	
Bee Line Gas Systems H2S Inspection					
Inspector: Jony	Ferrari	Date of Inspection: /	10 1/3 109	-	
Site				· · · · · · · · · · · · · · · · · · ·	
HMGP		C Otero	Marcus		
Kenny		S. Lybrook	Other		
Bisti		Buena Suerte		<u> </u>	
H2S Inspection		an a			
H2S Present	if so How Much PPM	2.1 ppm			
No H2S Prese	ent		•		
Equipment Used		e and a second			
Hand Held Ga	as Monitoring Device				
🔀 Draeger Tube	e Ran	ge .1 to 4pp	om		
Comments					
1/2 0 21	G ,	ing and a standard and a standard and an and and	narna ann an tha an	· · · · · · · · · · · · · · · ·	
	. 1				