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APPROVALS

YEAR(S):

1999

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

February 18, 1999

CERTIFIED MAIL RETURN RECEIPT NO. Z-274-520-626

Ms. Kathy Juckes PNM Gas Services P.O. Box 4750 Farmington, NM 87499

RE: FINAL SAN JUAN BASIN PIT CLOSURE REPORTS

Dear Ms. Juckes:

The New Mexico Oil Conservation Division (OCD) has completed a review of PNM Gas Services' (PNM) January 28, 1999 "OCD PIT CLOSURE REPORTS - GROUNDWATER SITES, 4TH REPORTING QUARTER 1998". This document contains "PIT REMEDIATION AND CLOSURE REPORTS" for 2 unlined pits in the San Juan Basin at which ground water contamination was discovered. The document requests closure of the sites since ground water has been remediated to below New Mexico Water Quality Control Commission (WQCC) standards as demonstrated in 4 consecutive quarterly sampling events at each site. The document also contains PNM's proposed ground water monitoring well plugging and abandonment procedures.

The pit closure/remediation activities and the proposed monitor well plugging and abandonment proposals for the sites listed below are approved.

1. Miles Federal #1E (Dehy pit)

2. Turner #3 (Separator pit)

Unit N, Sec. 05, T26N, R07W Unit F, Sec. 24, T31N, R11W

Please be advised that OCD approval does not relieve PNM of liability if remaining contaminants are found to pose a future threat to surface water, ground water, human health or the environment. In addition, OCD approval does not relieve PNM of responsibility for compliance with any other federal, state, tribal or local laws and regulations. If you have any questions, please call me at (505) 827-7154.

Sincerely

William C. Olson Hydrologist Environmental Bureau

xc: Denny Foust, OCD Aztec District Office Bill Liess, BLM Farmington District Office