

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
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Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

November 22, 2004

Devon Energy Production Co. LP PO Box 250 Artesia NM 88211-0250

Reference:

Old Ranch Canyon 7 Fed 001

B-7-22s-24e

API: 30-015-28011

Operator,

The New Mexico Oil Conservation Division, District 2 office, is in receipt of initial Form C-141 submitted by your company regarding a release of 290 bbls produced water at the above referenced location. Please submit a Corrective Action work plan for remediation of this release using the "Guidelines For Remediation of Leaks, Spills, and Releases" as your guide.

A copy of these Guidelines can be found on the OCD website: www.emnrd.state.nm.us/ocd. The document is located on the web page under Publications/Environmental Handbook/Miscellaneous Guidelines/Spill Prevention Clean-up.

The work plan submitted to OCD must include general site characteristics (Depth to Ground Water, Wellhead Protection Area, and Distance to nearest Surface Water Body), soil remediation action levels, soil remediation methods and planned analytical, which will require testing for TPH, B-Tex and chlorides.

A "Final Report" C-141 form is required for closure of remediation project and must include a report of remediation actions taken with final analytical results attached.

Please have the requested work plan in the Artesia District Office on or before December 22, 2004.

Please notify Artesia OCD Office 24 hours prior to any remediation actions or sampling events.

In the event a satisfactory response is not received to this letter, further enforcement actions may be taken.

If I can be of assistance in this matter please contact me at 505-748-1283 Ext 108

Cell: 505-626-0857

Or Email at mbratcher@state.nm.us

Thank you.

Mike Bratcher

Compliance Officer NMOCD