R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW 🛦 Suite F-142 🛦 Albuquerque, NM 87104 🛦 505.266.5004 🛦 Fax: 505.266-0745

August 31, 2004

Mr. Wayne Price New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

RE: Abo 1G Leak Site: Section 1, 17S 36E Unit G

Dear Wayne:

Due to the close proximity of the City of Lovington water supply wells to this release, we prepared the Corrective Action Plan of June 7, 2004 using highly "conservative" input values for the HYDRUS-1D model simulation. Specifically, we employed:

- the highest observed chloride values observed in boreholes
- a 10-foot aquifer thickness rather than the full thickness penetrated by the nearby supply wells,
- the absence of a vegetative cover that would reduce infiltration.

The predicted chloride concentration in an imaginary ground water monitoring well located immediately down gradient from the release site was less than 250 mg/L. We also predicted the potential impact to the closest Lovington water supply wells if the simulated chloride flux from this release actually intercepted ground water. Our predictions suggest the impact to the City of Lovington wells is smaller than the measurement error of most laboratory instruments.

We expected these results. Our modeling study for the American Petroleum Institute examined over 2000 brine release scenarios, many of which were similar to the Abo 1G release. We found that in an arid climate, such as Lovington, these types of releases rarely impair ground water quality. We also knew that many "dig and haul" responses to produced water releases actually cause more environmental damage than they cure. Therefore, we counseled Rice Operating Company (ROC) to examine the science first and then implement a remedy. This remains good advice for brine releases.

August 2004 Field Event

On August 16, 2004, ROC staff obtained shallow soil samples from the release site. Plate 1 shows the location of these samples and the field chloride values. ROC designed this field program to identify areas of residual chloride in shallow soil.

We can see from Figure 1 that recent rainfall has driven some of the chloride mass below the root zone, permitting vegetation. As our work with API and the site-specific modeling demonstrates, the relatively small mass of chloride below the root zone represents no threat to fresh water, human health or the environment. This evidence of natural restoration is good news. Vegetation over this spill site will reduce infiltration of precipitation and reduce the chloride flux to ground water.

good news. Vegetation over this spill site will reduce the chloride flux to ground water. Rice 19174 Hachty - FLWP0421958523 Uncident - NPAC0604034877 Opplication - pRWP0421958385

August 31, 2004 Page 2

Remedy Amendment

Rice Operating Company and Hicks Consultants were surprised and pleased by the rapid

natural restoration of the ground surface at this site. However, despite the recent rains, some areas remain barren due to high chloride in soil (See also Plate 1). ROC proposes to accelerate the surface restoration process and establish a vegetative cap over the release. As stated above, a vegetative cove will significantly reduce the infiltration of precipitation and thereby reduce the flux of chloride to ground water, creating a "belt and suspenders" response action.



ROC proposes the following actions:

- 1. Remove as much of sterile topsoil from the site as possible without tearing the underlying caliche.
- 2. Remove any weeds with seed and till the areas now supporting growth.
- 3. Import sufficient topsoil to cover the spill site and raise the elevation of the site to prevent any ponding of stormwater.
- Seed the site with an appropriate mix. 4.
- 5. Monitor the progress of vegetation growth at the site on a monthly basis and add fresh water to assist the growth if necessary.
- 6. Provide NMOCD with a brief letter report upon completion of this proposed action.
- 7. Provide NMOCD with photographic evidence of re-vegetation in 12 months.

We look forward to NMOCD approval of this supplement to our Corrective Action Plan. Please contact Kristin Pope or me if you have any questions regarding this proposed action.

Sincerely, R.T. Hicks Consultants, Ltd.

on all T. He,

Randall Hicks Principal

Copy: Kristin Pope, Rice Operating Company



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<u>District</u> Î

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Form C-141 Originated 2/13/97

Submit 2 copies to Appropriate District Office in accordance with Rule 116 on back side of form

P.O. Box 1980, Hobbs, NM 88241-1980 Disoriet II 811 South First, Artesia, NM 88210 District III 1000 Rio Brazzos, Aztec, NM 87410 District IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Mincrals & Natural Resources Department OIL CONSERVATION DIVISION 2040 South Pacheco Sama Fe, NM 87505 OPERATOR'S MONTHLY REPORT

Release Notification and Corrective Action OPERATOR SI Initial Report Contact Joe Gatts

Name Rice Operating Company		Contact Joe Gatts		
Address 122 West Taylor	Hobbs, NM 88240	Telephone No. 505-393-9174		
Facility Name ABO		Facility Type SWD Disposal Line		

Surface Owner	Mineral Owner	Lease No.	
City of Lovington	}		_

LOCATION OF RELEASE								
Unit Letter G	Section 1	Township 175	Range 36e	Feet from the	North/South line	Feet from the	East/West Line	County LEA

		NATURE OF B	RELEASE	•	
Type of Release			Volume of Reicase	Volume Recovered	
Produced Water			Approx. 200 bbis	130 bbis	
Source of Release			Date and Hour of Occurrence	Date and Hour of Discovery	
Pipeline			Unknown	10/18/03 10:30 am	
Was Immediate Notice Given?			If YES, To Whom?		
	Yes 🛛 No	Not Required	Paul Sheeley		
By Whom?			Date and Hour		
Joe Gatts			10/20/03 11:55 an		
Was a Watercourse Reached?			If YES, Volume Interefing the White		
	(es 🔀 No		II I ES, volume imparting the write	neperso.	
			,		
If a Watercourse was impacted, Describe F	ully. (Attach Add	itronal Sheets If Necessary	<i>/</i>)		
	•				
Describe Cause of Problem and Remedial	Action Taken. (At	tach Additional Sheets If 7	Necessary)		
4" poly spilt at fuse. Cut out remaining ala	ck and refused.				
1					
Describe Area Affected and Cleanup Actio	n l'aken. (Attach	Additional Shoets If Nece	ecany)		
The release consisted of approx. 200 bbis,	which affected 30,	818 square feet / 130 bbls	WORE RECOVERED.		
I have her appreciate at a size information where the					
I hereby certify that the information given abo required to report and /or file certain release n	WC 15 THE BELL CONT	pierc to the best of my know form corrective actions for a	ledge and understand that pursuant to NM	OCD rules and regulations all operators are	
C-141 report by the NMOCD marked as "Fin	al Report" docs not	relieve the operator of liabil	irv should their operations have failed to a	adequately investigate and remediate	
Contamination that pose a threat to ground wa	ter, human health o	r the environment. In additi	on. NMOCD acceptance of a C-141 report	1 does not relieve the operator of responsibility	
for compliance with any other federal, state, o	r lucal laws and /or	regulations.			
Signature:			OIL CONSERVAT	ION DIVISION	
The source			Approved by		
Printed Name: Joc Gatts			District Supervisor:		
Title: Environmental Technician			Approval Date:	Expiration Date:	
Date: 10/20/03 Phone:	505-393-9174		Conditions of Approval:	Attached D	

Johnson, Larry

From:	Price,	Wayne	
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Sent: Friday, October 01, 2004 11:42 AM

To: Carolyn Doran Haynes (E-mail); Randall Hicks (E-mail); Pat McCasland (E-mail)

Cc: Johnson, Larry; Sheeley, Paul; Olson, William

Subject: FW: Rice ABO IG release site

Dear Ms Haynes, Mr. Randy Hicks, and Mr. Pat Wise:

OCD is in receipt of the revised work plan (attached below) Dated August 31, 2004. The revised plan contains actions that will remove as much of the sterile topsoil as possible, import sufficient topsoil, re-vegetate, add water if necessary and monitor.

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OCD supports source removal particular in this case because of the proximity to the City of Lovington fresh water well field. By removing the bulk of the contaminated soil, which still lies near the surface, OCD feels the future impairment of groundwater will be minimal if any. To make sure OCD is protecting the water supply of the City of Lovington we will also require a monitor well to be located in the spill area. If this method fails to protect fresh water then OCD would require additional actions.

I am asking for comments and concurrence so we may proceed ASAP.

-----Original Message----- **From:** Randall Hicks [mailto:R@rthicksconsult.com] **Sent:** Friday, October 01, 2004 10:25 AM **To:** 'Price, Wayne' **Cc:** 'Carolyn Doran Haynes' **Subject:**



Wayne

Indeed, this was to be delivered to you on the 30th, when we finished it. I fear that if you do not have a record of it in your email, it slipped through the cracks in my office. I will see if we have a record of it being sent from another machine.

I apologise.

Randy Hicks 505-266-5004 - office 505-238-9515 - cell

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TRANSACTION REPORT

Oct-04-04 Mon 9:17 AM

Туре	Receiving					
Date	Start	Sender	TX/RX Time	Pages	Note	
Oct-04	9:16 AM		54s	3	ок	

RICE Operating Company

122 West Taylor Habbs, NM 88240 Phone: (505) 393-9174 Fax: (505) 397-1471

TO:	FROM:
- Paul Sheeley	K. Farris Pope
FAX NUMBER	DATE.
393-0720	10-4-04
COMPANY:	TOTAL NO. OF PAGE INCLUDING COVER-
NMOCD	3
RE.	
Abo leak	·
NOTES/COMMENTS:	
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IF YOU DO NOT RECEIVE ALL PAGES INCLUDED, PLEASE CALL THE OFFICE PHONE NUMBER LISTED AT THE TOP OF THIS PAGE-THANK YOU

RICE Operating Company

122 West Taylor • Hobbs, New Mexico 88240 Phone: (505)393-9174 • Fax: (505) 397-1471

October 20, 2003

Paul Sheeley NMOCD Hobbs Office 1625 N. French Drive Hobbs, New Mexico

Re: ABO SWD System UL G-Sec 1 T17S R36E Lea County, New Mexico

Dear Mr. Paul Sheeley:

Rice Operating Company (ROC) discovered an accidental discharge at the above referenced site the occurred on October 18, 2003. The failure occurred when a 4" poly line spilt at the fusion point. The release consisted of approximately 200 bbls of produced water affecting 30, 818 square feet. 130 bbls were recovered. Landowner, City of Lovington, has been notified. ROC is evaluating the site to determine the remedial plan of action.

ROC requests approval of this C-141 form as an initial report. If you have any questions, please call me at the above number.

Sincerely,

Joé Gatts Environmental Technician

Enclosed: C-141 Initial Report Copy of Initial Spill Generic Spill and Leak Plan



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