RAILROAD COMMISSION OF TEXAS

ASC

Christi Craddick, *Chairman*
David Porter, *Commissioner*
Barry T. Smitherman, *Commissioner*

INTERNAL
Timothy A. Poe.
Acting Director, Oil and Gas Division

MEMORANDUM

December 16, 2014

TO: **Chairman Christi Craddick**
Commissioner David Porter
Commissioner Barry T. Smitherman

FROM: **Peter G. Pope, Assistant Director**
Site Remediation

SUBJECT: Site Remediation's Summary Report
November 2014

The monthly report concerning the State-managed pollution site cleanup activities is attached. This report contains the following:

1. A summary of all attachments (Attachment A)

2. In November 2014, a total of 12 activities were completed at a total cost of $480,685.28. (Attachment B)

3. Of the activities completed in November 2014, two activities exceeded the original award or work order amount by greater than 10%. (Attachments C, D, & E)

4. Of the activities completed in November 2014, four were routine cleanup activities, one was an emergency cleanup activity, and seven were assessment activities. (Attachment F)

5. In November 2014, a total of 15 activities were authorized for bid solicitation and codes for a total estimated cost of $411,975.40. (Attachment G)

Peter G. Pope

PGP/dc
Attachments

ATTACHMENT A

Monthly State-Managed Pollution Site Cleanup Activities
for November 2014 and FY 2015 to date

Completed Cleanup Activities (See Attachments B, C, D, E, F, and H)

1.	Number of Cleanup Activities Completed in Nov 2014	12
	Total Cost of Cleanup Activities Completed in Nov 2014	$ 480,685.28
	Number of Activities with Post-Close* Invoices Approved in Nov 2014	0
	Total Amount of Post-Close Invoices Approved in Nov 2014	$ 0.00
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in Nov 2014	2
2.	Number of Cleanup Activities Completed in FY 2015	18
	Total Cost of Cleanup Activities Completed in FY 2015	$ 1,198,986.46
	Number of Activities with Post-Close Invoices Approved in FY 2015	0
	Total Amount of Post-Close Invoices Approved in FY 2015	$ 0.00
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in FY 2015	4
3.	Grand Total (Completed Activities plus Post-Close Invoices) for Nov 2014	$ 480,685.28
	Grand Total (Completed Activities plus Post-Close Invoices) for FY 2015	$ 1,198,986.46

New Cleanup Activities (See Attachment G)

1.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in Nov 2014	15
	Estimated Cost of Cleanup Activities Authorized in Nov 2014	$ 411,975.40
2.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in FY 2015	67
	Estimated Cost of Cleanup Activities Authorized in FY 2015	$ 1,021,756.20

Cleanup Activities Approved But Not Completed

1.	Total Number of Remaining Cleanup Activities as of the last day of Nov 2014	72
	Total Estimated Cost of Remaining Cleanup Activities	$ 1,720,358.45

Cleanup Activities Canceled Without Cost to State

1.	Number of Authorized Cleanup Activities Canceled in Nov 2014	0
	Total Number of Authorized Cleanup Activities Canceled in FY 2015	3

*Reflects invoice amounts approved AFTER a Cleanup Activity is formally closed (from a prior reporting month).

ATTACHMENT B

SUMMARY OF CLEANUP ACTIVITIES COMPLETED

November 1, 2014 to November 30, 2014

	THIS MONTH		YEAR TO DATE	
DISTRICT	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
01	0	$ 0.00	0	$ 0.00
02	1	$ 24,334.44	1	$ 24,334.44
03	4	$ 19,703.23	5	$ 31,951.48
04	0	$ 0.00	1	$ 964.00
05	1	$ 230,500.00	1	$ 230,500.00
06	0	$ 0.00	1	$ 153.00
6E	1	$ 189,709.61	2	$ 795,853.64
7B	2	$ 3,085.00	3	$ 24,279.09
7C	2	$ 10,563.00	2	$ 10,563.00
08	0	$ 0.00	0	$ 0.00
8A	0	$ 0.00	0	$ 0.00
09	1	$ 2,790.00	2	$ 80,387.81
10	0	$ 0.00	0	$ 0.00
TOTALS	12	$ 480,685.28	18	$ 1,198,986.46
GRAND TOTALS*		$ 480,685.28		$ 1,198,986.46

*Grand Total line includes all Post-Close Invoice amounts.

ATTACHMENT C

SUMMARY OF COST OVERRUNS FOR COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	THIS MONTH	YEAR TO DATE
DISTRICT	Final Cost Exceeded the Contract Amount by more than 10 percent	Final Cost Exceeded the Contract Amount by more than 10 percent
01	0	0
02	1	1
03	1	2
04	0	0
05	0	0
06	0	0
6E	0	1
7B	0	0
7C	0	0
08	0	0
8A	0	0
09	0	0
10	0	0
TOTALS	2	4

ATTACHMENT D

LIST OF COST OVERRUNS > 10% OF ORIGINAL AWARD AMOUNT
(Single Cleanup per Requisition or Bundled Bid)

November 1, 2014 to November 30, 2014

DIST. NO.	REQ. NUMBER	CLEANUP ID	ORIGINAL AWARD	APPROVED INVOICES	PERCENT
Total number of cleanup activities where the final cost exceeded the original award amount by greater than 10 percent.					0

LIST OF COST OVERRUNS > 10% OF ORIGINAL CONTRACT AMOUNT
(Multiple Cleanup per Requisition - Work Order or Prof. Services Bid)

November 1, 2014 to November 30, 2014

DIST NO.	REQ. NUMBER	CLEANUP ID	BID TYPE	ORIGINAL CONTRACT	APPROVED INVOICES	PERCENT
02	455-13-0965	02-223237	Professional Services	$ 18,387.70	$ 24,334.44	32.34%
03	455-13-0965	03-223140	Professional Services	$ 13,237.70	$ 16,924.73	27.85%
Total number of Cleanup activities (Work Orders, etc...) where the final cost exceeded the original contract amount by greater than 10 percent.						2

ATTACHMENT E

Cost Overruns Greater than 10%

02-223237; UNIDENTIFIED (876876); VICTORIA INDUSTRIAL PARK SITE; Victoria County

Original Contract Amount - $18,387.70, Final Cost - $24,334.44, Increase of 32.34%

THIS JOB WAS LET TO KLEINFELTER CENTRAL, INC. ON 1/22/14. ADDITIONAL FUNDING WAS REQUIRED FOR MORE PERSONNEL TIME ASSOCIATED WITH THE PREPARATION OF A SAMPLING AND ANALYSIS PLAN. TOTAL EXPENDITURES WAS $24,344.44.

03-223140; AMINOIL USA INC. (020215); MOODY ET AL (017197); Galveston County

Original Contract Amount - $13,237.70, Final Cost - $16,924.73, Increase of 27.85%

THIS JOB WAS LET TO KLEINFELTER CENTRAL, INC. ON 1/14/14. ADDITIONAL FUNDING WAS REQUIRED FOR MORE PERSONNEL TIME ASSOCIATED WITH THE PREPARATION OF A SAMPLING AND ANALYSIS PLAN. TOTAL EXPENDITURES WAS $16,924.73

ATTACHMENT F

SUMMARY OF CLEANUP ACTIVITIES COMPLETED BY ACTIVITY TYPE

November 1, 2014 to November 30, 2014

	THIS MONTH		YEAR TO DATE	
TYPE OF ACTIVITY	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
Cleanup	4	$ 237,688.00	8	$ 933,831.09
Emergency	1	$ 189,709.61	1	$ 189,709.61
Assessment	7	$ 53,287.67	9	$ 75,445.76
Partial	0	$ 0.00	0	$ 0.00
Miscellaneous	0	$ 0.00	0	$ 0.00
Abatement	0	$ 0.00	0	$ 0.00
TOTALS	12	$ 480,685.28	18	$ 1,198,986.46
GRAND TOTALS*		$ 480,685.28		$ 1,198,986.46

*Grand Total line includes all Post-Close Invoice amounts.

ATTACHMENT G

SUMMARY OF CLEANUP ACTIVITIES APPROVED/CODES ISSUED

November 1, 2014 to November 30, 2014

	THIS MONTH		YEAR TO DATE	
DISTRICT	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE
01	2	$ 115,000.00	23	$ 332,900.00
02	0	$ 0.00	0	$ 0.00
03	2	$ 18,000.00	4	$ 18,900.00
04	1	$ 25,000.00	5	$ 50,180.80
05	0	$ 0.00	4	$ 32,700.00
06	1	$ 6,000.00	7	$ 71,100.00
6E	1	$ 2,000.00	1	$ 2,000.00
7B	3	$ 18,000.00	5	$ 24,000.00
7C	2	$ 22,000.00	4	$ 30,500.00
08	1	$ 11,000.00	2	$ 20,000.00
8A	0	$ 0.00	4	$ 45,000.00
09	2	$ 194,975.40	8	$ 394,475.40
10	0	$ 0.00	0	$ 0.00
TOTALS	15	$ 411,975.40	67	$ 1,021,756.20

CLEANUP ACTIVITIES APPROVED BUT NOT COMPLETED AS OF November 30, 2014

Remaining Authorized Cleanup Activity Count:	72
Total Estimated Cost of Remaining Cleanup Activities:	$ 1,720,358.45

ATTACHMENT H

ACTIVITIES WITH POST-CLOSE INVOICES APPROVED

November 1, 2014 to November 30, 2014

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Date Approved	Total of Invoices

	Activities Adjusted	Total of Invoices
Total (all Districts)	0	$ 0.00

CLEANUP ACTIVITIES CANCELED WITH NO COST TO STATE

November 1, 2014 to November 30, 2014

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Canceled	RRC Estimate

	Number Canceled	RRC Estimate
Total (all Districts)	0	<N/A>

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 02 Totals	1	$ 18,387.70	$ 24,334.44	-$ 5,946.74

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
02	223237	UNIDENTIFIED VICTORIA INDUSTRIAL PARK SITE	AS-A	VICTORIA Activity Total	$ 18,387.70	$ 24,334.44	-$ 5,946.74

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 03 Totals	4	$ 20,900.00	$ 19,703.23	$ 1,196.77

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
03	223140	AMINOIL USA INC. MOODY ET AL	AS-A	GALVESTON Activity Total	$ 15,000.00	$ 16,924.73	-$ 1,924.73
03	224696	ABEL OIL & EXPLORATION LILLIE BELLE LEASE	CU-A	WHARTON Activity Total	$ 5,000.00	$ 2,250.50	$ 2,749.50
03	226436	K. O. C. CORPORATION BAKER, CARRIE	AS-A	BRAZORIA Activity Total	$ 200.00	$ 198.00	$ 2.00
03	226437	K. O. C. CORPORATION WILKES & SMITH "A"	AS-A	BRAZORIA Activity Total	$ 700.00	$ 330.00	$ 370.00

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 05 Totals	1	$ 600,000.00	$ 230,500.00	$ 369,500.00

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
05	219239	VISION SOLID SOLUTIONS INC. ALVARADO-JOHNSON COUNTY PROCESSING FACILITY	CU-A	JOHNSON Activity Total	$ 600,000.00	$ 230,500.00	$ 369,500.00

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 09 Totals	1	$ 6,000.00	$ 2,790.00	$ 3,210.00

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
09	224657	HARDROCK OPERATING COMPANY, INC. CASEY, A. C.	CU-B	YOUNG Activity Total	$ 6,000.00	$ 2,790.00	$ 3,210.00

	Activity Count	RRC Estimate	Total of Invoices	Remaining
Grand Totals (all Districts)	12	$ 940,269.90	$ 480,685.28	$ 459,584.62

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 6E Totals	1	$ 278,343.20	$ 189,709.61	$ 88,633.59

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
6E	225179	INLAND PRODUCTS, INC. KILGORE RECLAMATION PLANT	EC-A	RUSK Activity Total	$ 278,343.20	$ 189,709.61	$ 88,633.59

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 7B Totals	2	$ 6,000.00	$ 3,085.00	$ 2,915.00

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
7B	226298	QUANTUM INVESTMENTS JACOBS	CU-B	TAYLOR Activity Total	$ 4,000.00	$ 2,147.50	$ 1,852.50
7B	220959	UNIDENTIFIED LUCAS PROPERTY	AS-B	STEPHENS Activity Total	$ 2,000.00	$ 937.50	$ 1,062.50

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 7C Totals	2	$ 10,639.00	$ 10,563.00	$ 76.00

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
7C	224856	UNIDENTIFIED WENDKIRK OIL FIELD SITE	AS-A	COKE Activity Total	$ 5,319.50	$ 5,279.00	$ 40.50
7C	224857	UNIDENTIFIED BALLINGER SEEP	AS-A	RUNNELS Activity Total	$ 5,319.50	$ 5,284.00	$ 35.50

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 01 Totals	2	$ 115,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
01	226956	BRYMER, JACK CONTR. SERV. BOWERS, RUTH M.	DIMMIT 13148	EC-A	1	$ 100,000.00
01	224977	MORE TEXAS OIL REEH	BEXAR 01871	CU-A	1	$ 15,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 03 Totals	2	$ 18,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
03	226417	JMC RESOURCES CORP. WEBER, PAUL	HARRIS 19651	CU-A	1	$ 13,000.00
03	226356	JMC RESOURCES CORP. WEBER, PAUL	HARRIS 19651	EC-A	1	$ 5,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 04 Totals	1	$ 25,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
04	226556	HERMAT OILFIELD SERVICE, INC. HERMAT TRUCK YARD	DUVAL <NA>	CU-A	1	$ 25,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 06 Totals	1	$ 6,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
06	226683	ARLEN CORPORATION WINSTON -B-	HARRISON 04882	EC-A	1	$ 6,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 6E Totals	1	$ 2,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
6E	226816	INLAND PRODUCTS, INC. KILGORE RECLAMATION PLANT	RUSK 06-1971	AS-A	1	$ 2,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 7B Totals	3	$ 18,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
7B	226517	QUANTUM INVESTMENTS BLACK, W. O.	TAYLOR 05232	CU-A	1	$ 5,500.00
7B	226518	C & C PETROLEUM MANAGEMENT, LLC MCCOMAS -A-	TAYLOR 16866	CU-A	1	$ 6,000.00
7B	226300	FRONTIER OPERATING CORPORATION DAVIS, G. R.	SHACKELFORD 03454	CU-B	1	$ 6,500.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 7C Totals	2	$ 22,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
7C	225698	DIAMOND SHAMROCK EXPLORATION CO. WENDLAND, H. G. -A-	COKE 02124	AS-A	1	$ 9,000.00
7C	217776	READING & BATES PETROLEUM CO. HUGHES, JACKSON	REAGAN 03056	CU-B	1	$ 13,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 08 Totals	1	$ 11,000.00

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
08	226136	D.B. OIL COMPANY DAUGHERTY, L. LEASE	WINKLER 05334	CU-A	1	$ 11,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2014 to November 30, 2014

	Number Approved	RRC Estimate
District 09 Totals	2	$ 194,975.40

Dist	Cleanup ID	Operator Name Lease Name	County Lse/Gas ID	Site Rank	Number Approved	RRC Estimate
09	221922	AAA OIL TRUST BURNETT -B-	WICHITA 13504	CU-A	1	$ 7,000.00
09	219218	UNIDENTIFIED JACK GRACE HILL	MONTAGUE <NA>	AS-A	1	$ 187,975.40

	Number Approved	RRC Estimate
Grand Total (all Districts)	15	$ 411,975.40