

RAILROAD COMMISSION OF TEXAS

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

INTERNAL
Gil Bujano, P.E.
Director, Oil and Gas Division

MEMORANDUM

November 21, 2013

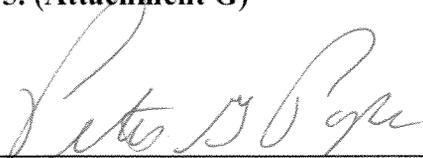
TO: **Chairman Barry T. Smitherman**
Commissioner David Porter
Commissioner Christi Craddick

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

SUBJECT: Site Remediation's Summary Report
October 2013

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 October 2013, a total of four activities were completed at a total cost of \$10,190.15. (Attachment B)
3. Of the activities completed in October 2013, one activity exceeded the original award or work order amount by greater than 10%. (Attachments C, D, & E)
- 4. Of the activities completed in October 2013, one was a routine cleanup activity, two were emergencies cleanup activities, and one was an assessment activity. (Attachment F)**
- 5. In October 2013, a total of 24 activities were authorized for bid solicitation and codes for a total estimated cost of \$418,131.75. (Attachment G)**



Peter G. Pope

PGP/tf
Attachments

ATTACHMENT A

Monthly State-Managed Pollution Site Cleanup Activities for October 2013 and FY 2014 to date

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

1.	Number of Cleanup Activities Completed in Oct 2013	4
	Total Cost of Cleanup Activities Completed in Oct 2013	\$ 10,190.15
	Number of Activities with Post-Close* Invoices Approved in Oct 2013	0
	Total Amount of Post-Close Invoices Approved in Oct 2013	\$ 0.00
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in Oct 2013	1
2.	Number of Cleanup Activities Completed in FY 2014	7
	Total Cost of Cleanup Activities Completed in FY 2014	\$ 20,341.34
	Number of Activities with Post-Close Invoices Approved in FY 2014	0
	Total Amount of Post-Close Invoices Approved in FY 2014	\$ 0.00
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in FY 2014	1
3.	Grand Total (Completed Activities plus Post-Close Invoices) for Oct 2013	\$ 10,190.15
	Grand Total (Completed Activities plus Post-Close Invoices) for FY 2014	\$ 20,341.34

New Cleanup Activities (See Attachment G)

1.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in Oct 2013	24
	Estimated Cost of Cleanup Activities Authorized in Oct 2013	\$ 418,131.75
2.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in FY 2014	43
	Estimated Cost of Cleanup Activities Authorized in FY 2014	\$ 601,481.65

Cleanup Activities Approved But Not Completed

1.	Total Number of Remaining Cleanup Activities as of the last day of Oct 2013	68
	Total Estimated Cost of Remaining Cleanup Activities	\$ 2,894,912.40

Cleanup Activities Canceled Without Cost to State

1.	Number of Authorized Cleanup Activities Canceled in Oct 2013	0
	Total Number of Authorized Cleanup Activities Canceled in FY 2014	0

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

ATTACHMENT B

SUMMARY OF CLEANUP ACTIVITIES COMPLETED

October 1, 2013 to October 31, 2013

DISTRICT	THIS MONTH		YEAR TO DATE	
	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
01	1	\$ 1,360.39	1	\$ 1,360.39
02	0	\$ 0.00	0	\$ 0.00
03	0	\$ 0.00	0	\$ 0.00
04	0	\$ 0.00	0	\$ 0.00
05	0	\$ 0.00	0	\$ 0.00
06	0	\$ 0.00	0	\$ 0.00
6E	1	\$ 2,582.50	2	\$ 8,536.00
7B	0	\$ 0.00	1	\$ 440.00
7C	0	\$ 0.00	0	\$ 0.00
08	0	\$ 0.00	0	\$ 0.00
8A	0	\$ 0.00	0	\$ 0.00
09	2	\$ 6,247.26	3	\$ 10,004.95
10	0	\$ 0.00	0	\$ 0.00
TOTALS	4	\$ 10,190.15	7	\$ 20,341.34
GRAND TOTALS*		\$ 10,190.15		\$ 20,341.34

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

ATTACHMENT C

SUMMARY OF COST OVERRUNS FOR COMPLETED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

DISTRICT	THIS MONTH	YEAR TO DATE
	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	0	0
03	0	0
04	0	0
05	0	0
06	0	0
6E	0	0
7B	0	0
7C	0	0
08	0	0
8A	0	0
09	1	1
10	0	0
TOTALS	1	1

ATTACHMENT D

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

October 1, 2013 to October 31, 2013

DIST. NO.	REQ. NUMBER	CLEANUP ID	ORIGINAL AWARD	APPROVED INVOICES	PERCENT
09	455-14-0117	09-221836	\$ 5,000.00	\$ 5,927.26	18.55%
Total number of cleanup activities where the final cost exceeded the original award amount by greater than 10 percent.					1

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

October 1, 2013 to October 31, 2013

DIST NO.	REQ. NUMBER	CLEANUP ID	BID TYPE	ORIGINAL CONTRACT	APPROVED INVOICES	PERCENT
Total number of Cleanup activities (Work Orders, etc...) where the final cost exceeded the original contract amount by greater than 10 percent.						0

ATTACHMENT E

Cost Overruns Greater than 10%

09-221836: EXIT O&G (256981); PIPKIN-RUTLEDGE UNIT (22979): Montague County

Original Award Amount - \$5,000.00, Contract Change Amount - \$7,000.00, Final Cost - \$5,927.26, Increase of 18.55%

THIS JOB WAS AWARDED TO KYLE ERWIN CONSTRUCTION, LLC ON SEPTEMBER 11, 2013 FOR \$5,000.00. HOWEVER, THE DISPOSAL VOLUMES WERE GREATER THAN ANTICIPATED INCREASING THE FINAL COST TO \$5,927.26 FOR THIS ACTIVITY.

ATTACHMENT F

SUMMARY OF CLEANUP ACTIVITIES COMPLETED BY ACTIVITY TYPE

October 1, 2013 to October 31, 2013

TYPE OF ACTIVITY	THIS MONTH		YEAR TO DATE	
	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
Cleanup	1	\$ 2,582.50	2	\$ 6,340.19
Emergency	2	\$ 7,287.65	3	\$ 13,241.15
Assessment	1	\$ 320.00	2	\$ 760.00
Partial	0	\$ 0.00	0	\$ 0.00
Miscellaneous	0	\$ 0.00	0	\$ 0.00
Abatement	0	\$ 0.00	0	\$ 0.00
TOTALS	4	\$ 10,190.15	7	\$ 20,341.34
GRAND TOTALS*		\$ 10,190.15		\$ 20,341.34

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

ATTACHMENT G

SUMMARY OF CLEANUP ACTIVITIES APPROVED/CODES ISSUED

October 1, 2013 to October 31, 2013

DISTRICT	THIS MONTH		YEAR TO DATE	
	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE
01	0	\$ 0.00	6	\$ 35,500.00
02	6	\$ 54,000.00	7	\$ 56,500.00
03	2	\$ 24,742.95	3	\$ 37,742.95
04	2	\$ 253,000.00	2	\$ 253,000.00
05	1	\$ 7,100.00	1	\$ 7,100.00
06	1	\$ 21,000.00	3	\$ 61,000.00
6E	1	\$ 18,000.00	4	\$ 45,017.00
7B	2	\$ 6,500.00	4	\$ 37,832.90
7C	3	\$ 17,026.30	3	\$ 17,026.30
08	1	\$ 562.50	2	\$ 5,562.50
8A	0	\$ 0.00	2	\$ 23,000.00
09	3	\$ 13,000.00	4	\$ 19,000.00
10	2	\$ 3,200.00	2	\$ 3,200.00
TOTALS	24	\$ 418,131.75	43	\$ 601,481.65

CLEANUP ACTIVITIES APPROVED BUT NOT COMPLETED AS OF October 31, 2013

Remaining Authorized Cleanup Activity Count: 68
Total Estimated Cost of Remaining Cleanup Activities: \$ 2,894,912.40

ATTACHMENT H

ACTIVITIES WITH POST-CLOSE INVOICES APPROVED

October 1, 2013 to October 31, 2013

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Date Approved</u>	<u>Total of Invoices</u>	
					<u>Activities Adjusted</u>	<u>Total of Invoices</u>	
Total (all Districts)						0	\$ 0.00

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

			<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>	
District 01 Totals			1	\$ 4,500.00	\$ 1,360.39	\$ 3,139.61	
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
01	221896	UNIDENTIFIED HENRY PROPERTY SPILL	EC-A	ATASCOSA Activity Total	\$ 4,500.00	\$ 1,360.39	\$ 3,139.61

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 6E Totals					1	\$ 4,000.00	\$ 2,582.50	\$ 1,417.50
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>	
6E	221998	B & B OIL, INC SILER, W. H. R/A -A-	CU-B	RUSK Activity Total	\$ 4,000.00	\$ 2,582.50	\$ 1,417.50	

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

	<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 09 Totals	2	\$ 6,960.00	\$ 6,247.26	\$ 712.74

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
09	221396	UNIDENTIFIED BARKER ROAD STATION	AS-U	JACK Activity Total	\$ 960.00	\$ 320.00	\$ 640.00
09	221836	EXIT OIL & GAS PIPKIN-RUTLEDGE UNIT	EC-A	MONTAGUE Activity Total	\$ 6,000.00	\$ 5,927.26	\$ 72.74

	<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
Grand Totals (all Districts)	4	\$ 15,460.00	\$ 10,190.15	\$ 5,269.85

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 02 Totals					6	\$ 54,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
02	222259	MISSION RIVER SYSTEMS, INC. FRANKLIN-VANCE UNIT	JACKSON 149069	EC-A	1	\$ 18,500.00
02	222183	UNIDENTIFIED HORNSTEIN WATER WELL COMPLAINT	VICTORIA <NA>	AS-A	1	\$ 2,500.00
02	222182	UNIDENTIFIED CATTLE GUARD DUMP SITE	DE WITT <NA>	EC-A	1	\$ 5,500.00
02	222140	EXXCEL OPERATING COMPANY HORNBURG	VICTORIA 122527	CU-A	1	\$ 7,500.00
02	222139	MOSELEY PETROLEUM CORP. BEARDEN	VICTORIA 116638	CU-A	1	\$ 7,500.00
02	222138	APD COMPANY AUSTIN, P.R. EST.	CALHOUN 05164	CU-A	1	\$ 12,500.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 03 Totals					2	\$ 24,742.95
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
03	222298	UNIDENTIFIED FENNER GAS PLANT SITE	AUSTIN 03-1048	AS-A	<u>1</u>	<u>\$ 20,242.95</u>
03	221997	UNIDENTIFIED UNKNOWN MCCOY FIELD LIBERTY	LIBERTY <NA>	CU-A	<u>1</u>	<u>\$ 4,500.00</u>

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 04 Totals					2	\$ 253,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
04	213120	WHITTINGTON OPERATING COMPANY STATE OF TEXAS TR. 284	KENEDY 09216	CU-A	1	\$ 250,000.00
04	222296	WHITTINGTON OPERATING COMPANY STATE OF TEXAS TR. 284	KENEDY 09216	CU-A	1	\$ 3,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 05 Totals					1	\$ 7,100.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
05	220896	HALO ENERGY L.L.C. ISABELLE	VAN ZANDT 01229	CU-A	1	\$ 7,100.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 06 Totals					1	\$ 21,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
06	222011	UNKNOWN JOHNSTON-HAIRSTON	SMITH <NA>	CU-A	1	\$ 21,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 6E Totals					1	\$ 18,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
6E	222337	B & B OIL, INC. SILER, W. H. R/A -A-	RUSK 07609	CU-B	1	\$ 18,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 7B Totals					2	\$ 6,500.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
7B	222122	UNIDENTIFIED DICKSON'S 69 RANCH	NOLAN NA	AS-B	1	\$ 2,500.00
7B	222437	COMANCHE WELL SERVICE CORP. WHARTON - COSTELLO	PALO PINTO 155443	CU-B	1	\$ 4,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 7C Totals					3	\$ 17,026.30
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
/C	220656	CRONE OIL COMPANY BIRD, F. A.	REAGAN 02687	CU-B	1	\$ 4,356.15
/C	21/903	TRISTAR EXPLORATION, INC UNIVERSITY 12	CROCKETT 15280	CU-B	1	\$ 7,500.00
/C	220658	CRONE OIL COMPANY NEWMONT -36-	REAGAN 02524	CU-B	1	\$ 5,170.15

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 08 Totals					1	\$ 562.50
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
08	222338	GARNER'S WELL SERVICE LLC ECTOR -AP- FEE	ECTOR 17974	AS-A	1	\$ 562.50

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 09 Totals					3	\$ 13,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
09	220330	ROCKOIL ENERGY OF TEXAS, INC MCCLURE	JACK 091638	CU-A	1	\$ 5,000.00
09	216696	XOPHI ENERGY, LLC COWAN-MCKINNEY "A"	ARCHER 20614	CU-B	1	\$ 3,500.00
09	222357	ROCK HILL OPERATING SPARKMAN	WICHITA 25988	CU-A	1	\$ 4,500.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

October 1, 2013 to October 31, 2013

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 10 Totals					2	\$ 3,200.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
10	211257	SOFAMCO, INC. MENKE	RANDALL 621596	CU-B	1	\$ 2,000.00
10	211796	SOFAMCO, INC. BUSH	POTTER 07796	CU-C	1	\$ 1,200.00
					<u>Number Approved</u>	<u>RRC Estimate</u>
Grand Total (all Districts)					24	\$ 418,131.75