

# RAILROAD COMMISSION OF TEXAS

CHRISTI CRADDICK, *CHAIRMAN*  
RYAN SITTON, *COMMISSIONER*  
WAYNE CHRISTIAN, *COMMISSIONER*

**INTERNAL**  
OIL AND GAS DIVISION  
SANTOS GONZALES JR., P.E.,  
ASSISTANT DIRECTOR, FIELD OPERATIONS

## MEMORANDUM

TO: Chairman Christi Craddick  
Commissioner Ryan Sitton  
Commissioner Wayne Christian

THROUGH: Wei Wang, Interim Executive Director *WW*  
Lori Wrotenbery, Director *LW*  
Oil and Gas Division

FROM: Santos Gonzales, Assistant Director *SGJ*  
Oil and Gas Division

DATE: January 23, 2018

SUBJECT: Oil Field Cleanup Program Quarterly Status Report, Fiscal Year 2018, 1<sup>st</sup> Quarter

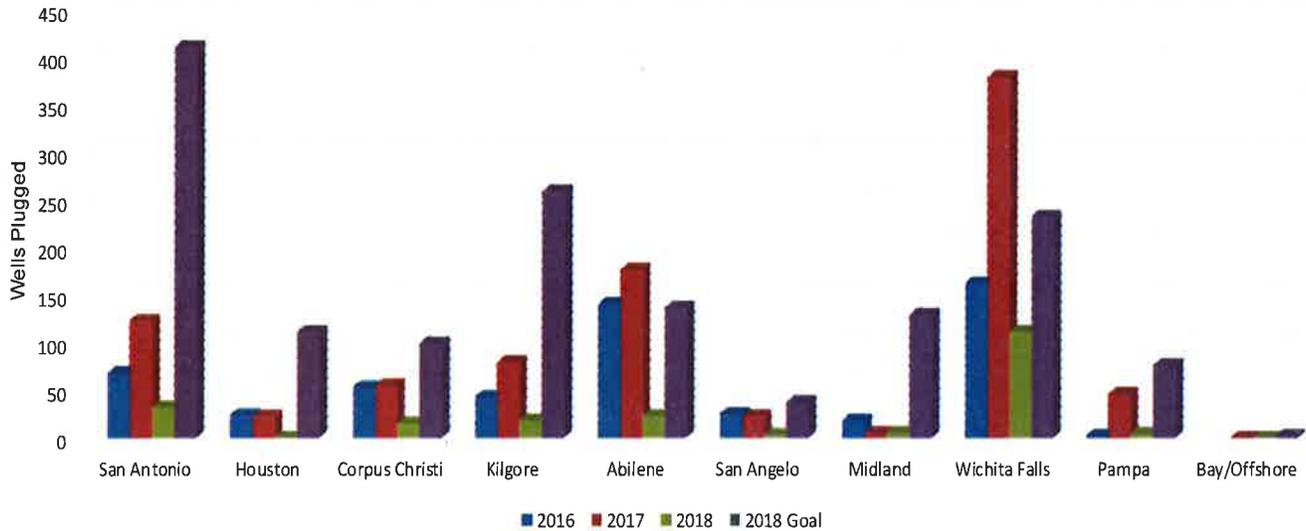
**Well Plugging:** The 1<sup>st</sup> quarter performance for State-Managed Plugging includes 221 wells plugged with a total expenditure of \$3,573,460 using Oil and Gas Regulation and Cleanup (OGRC) funds. This includes wells that have been physically plugged, invoiced by the plugging contractor, and approved for payment by Field Operations. Additionally, during the 1<sup>st</sup> quarter, 410 wells were approved for plugging with State funds. The actual wells plugged and expenditure by district for fiscal years 2016, 2017 and 2018 and the well plugging goals and budgets by district for fiscal year 2018 are shown on the attached graphs. The fiscal year 2018 budget is \$52,643,872.

**Site Remediation:** The 1<sup>st</sup> quarter performance for Site Remediation includes 16 cleanup activities completed with a total expenditure of \$234,738.16. Sixteen (16) of these activities were completed with the use of OGRC funds and 0 were completed with the use of grant funds. Additionally, during the 1<sup>st</sup> quarter, 72 cleanup activities were authorized for cleanup with State funds. Site Remediation has completed and formally closed a total of 16 cleanup activities during the fiscal year, of which 16 were completed with the use of OGRC funds and 0 were completed with grant funds. The actual remediation activities and expenditure by district for fiscal years 2016, 2017, and 2018 and the goals for the Site Remediation activities by district for fiscal year 2018 are shown on the attached graphs. The fiscal year 2018 budget is \$9,032,156.00.

KCW  
Attachments:

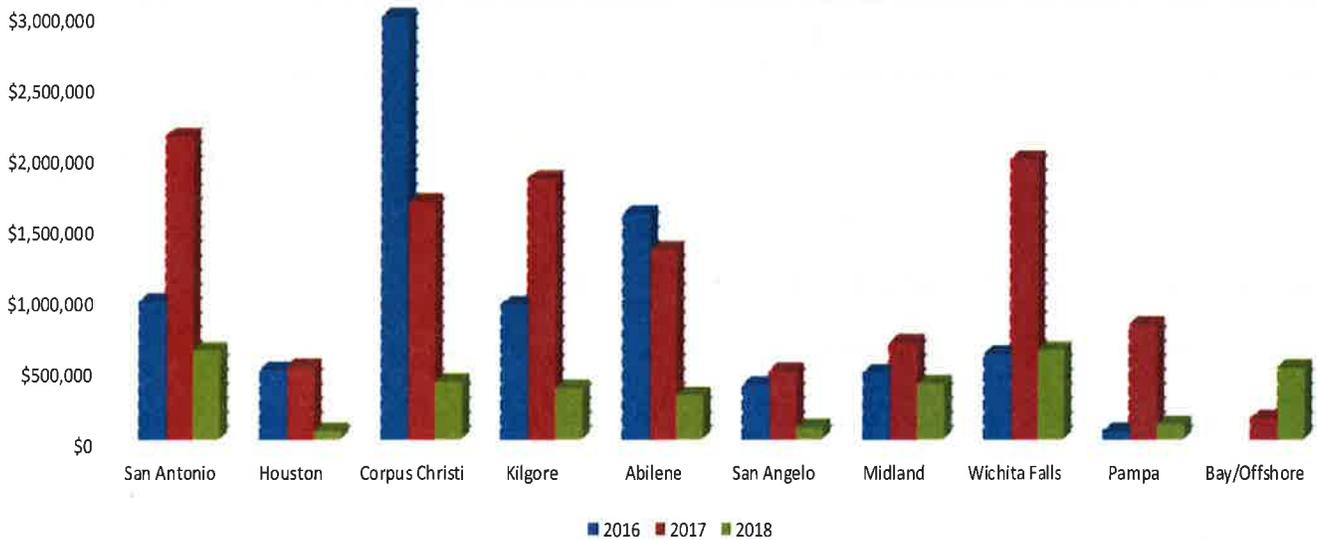
cc Wei Wang, Interim Executive Director  
Lori Wrotenbery, Director, Oil & Gas Division  
Peter G. Pope, P.G., Manager, Site Remediation

**Field Operations/Well Plugging  
Oil Field Cleanup Program  
1st Quarter FY 2018  
Wells Plugged  
FY 16 Actual, FY 17 Actual, FY 18 Actual, FY 18 Plugging Goal**



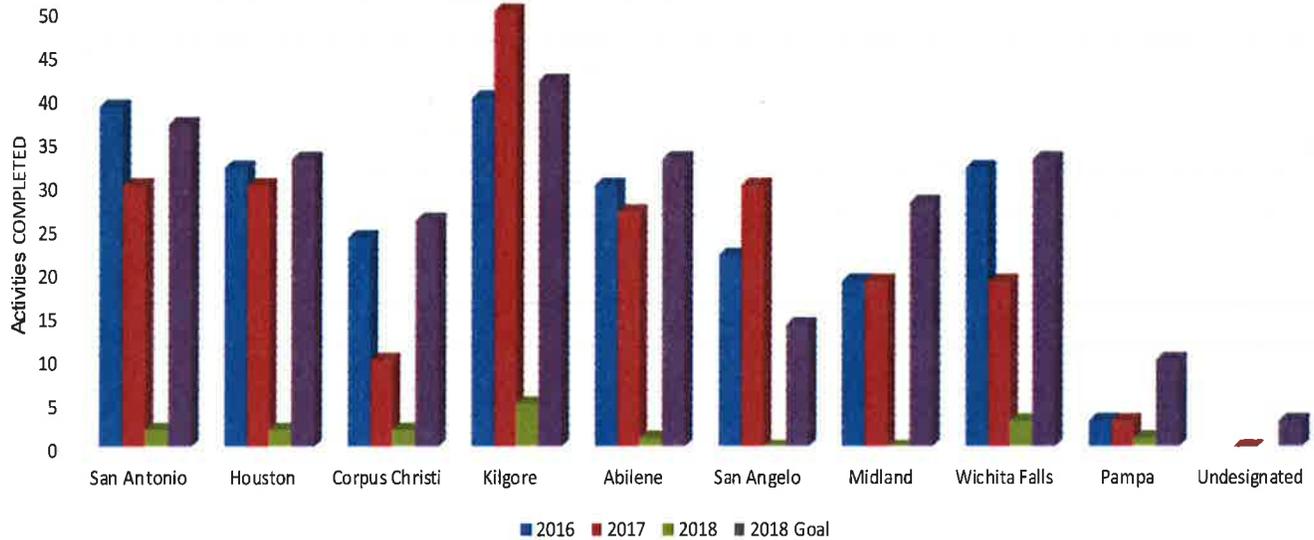
	San Antonio	Houston	Corpus Christi	Kilgore	Abilene	San Angelo	Midland	Wichita Falls	Pampa	Bay/Offshore	Total
<b>2016</b>	69	25	54	44	141	26	19	163	3		544
<b>2017</b>	124	24	56	80	177	24	6	379	47	1	918
<b>2018</b>	33	1	16	19	24	4	6	112	5	1	221
<b>2018 Goal</b>	411	112	100	259	137	38	130	233	77	3	1,500

**Field Operations/Well Plugging  
Oil Field Cleanup Program  
1st Quarter FY 2018  
Plugging Expenditures  
FY 16 Actual, FY 17 Actual, FY 18 Actual**



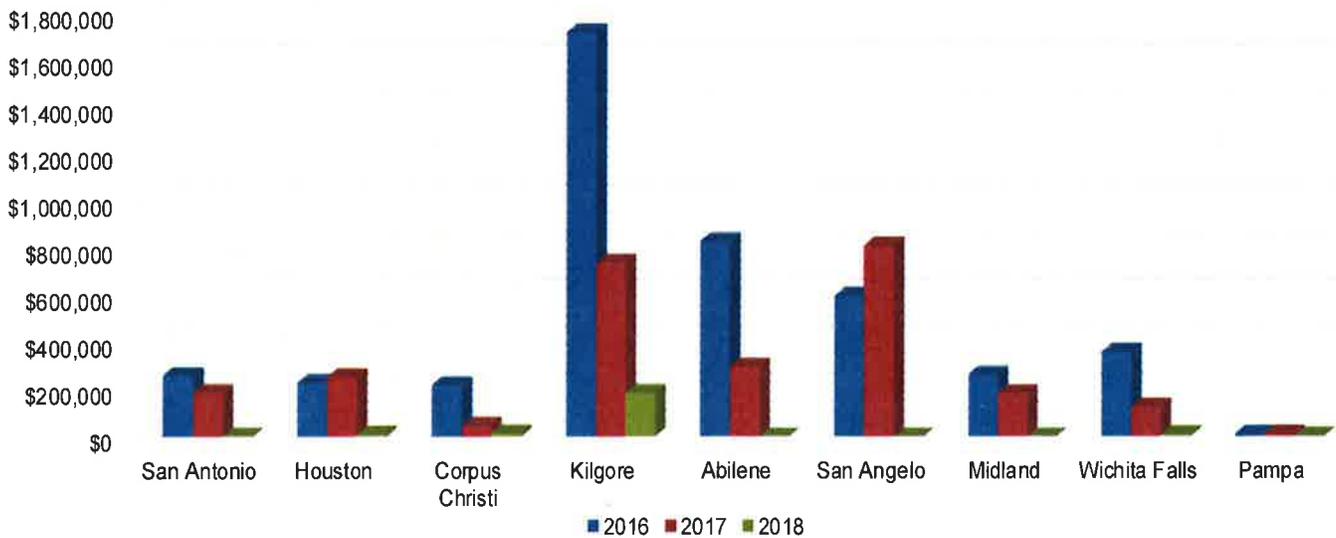
	San Antonio	Houston	Corpus Christi	Kilgore	Abilene	San Angelo	Midland	Wichita Falls	Pampa	Bay/Offshore	Total
<b>2016</b>	\$978,717	\$495,667	\$2,984,700	\$955,527	\$1,592,590	\$390,658	\$476,943	\$606,674	\$65,462		\$8,546,937
<b>2017</b>	\$2,143,683	\$521,026	\$1,677,982	\$1,842,987	\$1,344,286	\$489,406	\$689,522	\$1,981,635	\$815,647	\$157,510	\$11,663,683
<b>2018</b>	\$637,359	\$68,621	\$413,469	\$370,347	\$320,741	\$92,685	\$402,266	\$638,753	\$116,275	\$512,944	\$3,573,460

**Site Remediation  
Oil Field Cleanup Program  
1st Quarter FY 2018  
Activities Completed  
FY 16 Actual, FY 17 Actual, FY 18 Actual, FY 18 Cleanup Goal**



	San Antonio	Houston	Corpus Christi	Kilgore	Abilene	San Angelo	Midland	Wichita Falls	Pampa	Undesignated	Total
<b>2016</b>	39	32	24	40	30	22	19	32	3		241
<b>2017</b>	30	30	10	50	27	30	19	19	3	0	218
<b>2018</b>	2	2	2	5	1	0	0	3	1		16
<b>2018 Goal</b>	37	33	26	42	33	14	28	33	10	3	259

**Site Remediation  
Oil Field Cleanup Program  
1st Quarter FY 2018  
Cleanup Expenditures  
FY 16 Actual, FY 17 Actual, FY 18 Actual**



	San Antonio	Houston	Corpus Christi	Kilgore	Abilene	San Angelo	Midland	Wichita Falls	Pampa	Undesignated	Total
<b>2016</b>	\$260,469	\$231,043	\$220,776	\$1,718,564	\$830,034	\$596,977	\$264,633	\$358,306	\$10,020		\$4,490,823
<b>2017</b>	\$189,890	\$254,321	\$47,048	\$740,657	\$298,881	\$811,875	\$185,923	\$127,122	\$12,862		\$2,668,580
<b>2018</b>	\$4,163	\$11,223	\$17,315	\$188,221	\$316	\$0	\$0	\$8,996	\$4,504		\$234,738