

RAILROAD COMMISSION OF TEXAS

Christi Craddick, *Chairman*
Ryan Sitton, *Commissioner*
Wayne Christian, *Commissioner*

INTERNAL
Lori Wrotenbery
Director, Oil and Gas Division

MEMORANDUM

January 4, 2017

**TO: Chairman Christi Craddick
Commissioner Ryan Sitton
Commissioner Wayne Christian**

**FROM: Peter G. Pope, Manager
Site Remediation**

**SUBJECT: Site Remediation's Summary Report
December 2017**

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 December 2017, a total of 3 activities were completed at a total cost of \$2,510.00. (Attachment B)
3. Of the activities completed in December 2017, no activities exceeded the original award or work order amount by greater than 10%. (Attachments C, D, & E)
- 4. Of the activities completed in December 2017, none were routine cleanup activities, 1 was an emergency cleanup activity, 2 were assessment activities and there were no miscellaneous activities. (Attachment F)**
- 5. In December 2017, a total of 16 activities were authorized for bid solicitation and codes for a total estimated cost of \$168,600.00. (Attachment G)**


Peter G. Pope

PGP/pw
Attachments

1/30/18
GJC

ATTACHMENT A

Monthly State-Managed Pollution Site Cleanup Activities for December 2017 and FY 2018 to date

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

1.	Number of Cleanup Activities Completed in Dec 2017	3
	Total Cost of Cleanup Activities Completed in Dec 2017	\$ 2,510.00
	Number of Activities with Post-Close* Invoices Approved in Dec 2017	0
	Total Amount of Post-Close Invoices Approved in Dec 2017	\$ 0.00
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in Dec 2017	0
2.	Number of Cleanup Activities Completed in FY 2018	17
	Total Cost of Cleanup Activities Completed in FY 2018	\$ 234,821.06
	Number of Activities with Post-Close Invoices Approved in FY 2018	1
	Total Amount of Post-Close Invoices Approved in FY 2018	\$ 602.30
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in FY 2018	0
3.	Grand Total (Completed Activities plus Post-Close Invoices) for Dec 2017	\$ 2,510.00
	Grand Total (Completed Activities plus Post-Close Invoices) for FY 2018	\$ 235,423.36

New Cleanup Activities (See Attachment G)

1.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in Dec 2017	16
	Estimated Cost of Cleanup Activities Authorized in Dec 2017	\$ 168,600.00
2.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in FY 2018	88
	Estimated Cost of Cleanup Activities Authorized in FY 2018	\$ 870,590.80

Cleanup Activities Approved But Not Completed

1.	Total Number of Remaining Cleanup Activities as of the last day of Dec 2017	88
	Total Estimated Cost of Remaining Cleanup Activities	\$ 1,002,490.80

Cleanup Activities Canceled Without Cost to State

1.	Number of Authorized Cleanup Activities Canceled in Dec 2017	0
	Total Number of Authorized Cleanup Activities Canceled in FY 2018	1

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

ATTACHMENT B**SUMMARY OF CLEANUP ACTIVITIES COMPLETED**

December 1, 2017 to December 31, 2017

DISTRICT	THIS MONTH		YEAR TO DATE	
	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
01	0	\$ 0.00	1	\$ 2,943.00
02	0	\$ 0.00	1	\$ 1,220.00
03	0	\$ 0.00	2	\$ 11,223.14
04	3	\$ 2,510.00	5	\$ 19,825.00
05	0	\$ 0.00	1	\$ 181,286.05
06	0	\$ 0.00	1	\$ 674.00
6E	0	\$ 0.00	3	\$ 6,260.92
7B	0	\$ 0.00	1	\$ 316.00
7C	0	\$ 0.00	0	\$ 0.00
08	0	\$ 0.00	0	\$ 0.00
8A	0	\$ 0.00	0	\$ 0.00
09	0	\$ 0.00	3	\$ 8,996.05
10	0	\$ 0.00	1	\$ 4,504.00
TOTALS	3	\$ 2,510.00	19	\$ 237,248.16
GRAND TOTALS*		\$ 2,510.00		\$ 237,850.46

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

ATTACHMENT C

SUMMARY OF COST OVERRUNS FOR COMPLETED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

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	0	0
10	0	0
TOTALS	0	0

ATTACHMENT D

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

December 1, 2017 to December 31, 2017

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)**

December 1, 2017 to December 31, 2017

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%

ATTACHMENT F

SUMMARY OF CLEANUP ACTIVITIES COMPLETED BY ACTIVITY TYPE

December 1, 2017 to December 31, 2017

TYPE OF ACTIVITY	THIS MONTH		YEAR TO DATE	
	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
Cleanup	0	\$ 0.00	11	\$ 222,343.16
Emergency	1	\$ 760.00	2	\$ 5,264.00
Assessment	2	\$ 1,750.00	5	\$ 7,788.70
Partial	0	\$ 0.00	0	\$ 0.00
Miscellaneous	0	\$ 0.00	1	\$ 1,852.30
Abatement	0	\$ 0.00	0	\$ 0.00
TOTALS	3	\$ 2,510.00	19	\$ 237,248.16
GRAND TOTALS*		\$ 2,510.00		\$ 237,850.46

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

ATTACHMENT G

SUMMARY OF CLEANUP ACTIVITIES APPROVED/CODES ISSUED

December 1, 2017 to December 31, 2017

DISTRICT	THIS MONTH		YEAR TO DATE	
	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE
01	7	\$ 57,600.00	13	\$ 116,100.00
02	0	\$ 0.00	2	\$ 8,300.00
03	1	\$ 3,000.00	12	\$ 84,686.40
04	2	\$ 16,000.00	9	\$ 69,159.90
05	0	\$ 0.00	1	\$ 10,000.00
06	1	\$ 30,000.00	2	\$ 30,700.00
6E	1	\$ 7,000.00	11	\$ 65,600.00
7B	0	\$ 0.00	6	\$ 28,950.00
7C	2	\$ 25,000.00	8	\$ 217,461.70
08	0	\$ 0.00	9	\$ 105,166.40
8A	0	\$ 0.00	0	\$ 0.00
09	0	\$ 0.00	11	\$ 78,684.80
10	2	\$ 30,000.00	4	\$ 55,781.60
TOTALS	16	\$ 168,600.00	88	\$ 870,590.80

CLEANUP ACTIVITIES APPROVED BUT NOT COMPLETED AS OF December 31, 2017

Remaining Authorized Cleanup Activity Count: 86
Total Estimated Cost of Remaining Cleanup Activities: \$ 998,656.00

CLEANUP ACTIVITIES CANCELED WITH NO COST TO STATE

December 1, 2017 to December 31, 2017

<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 Canceled</u>	<u>RRC Estimate</u>
					<u>Number Canceled</u>	<u>RRC Estimate</u>
					0	<N/A>

Total (all Districts)

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

	Activity Count	RRC Estimate	Total of Invoices	Remaining
District 04 Totals	3	\$ 11,700.00	\$ 2,510.00	\$ 9,190.00

Dist	Cleanup ID	Operator Name Lease Name	Site Rank	County	RRC Estimate	Total of Invoices	Remaining
04	238280	MORMAC OIL & GAS CO. GERDES, SUDIE	AS-A	SAN PATRICIO Activity Total	\$ 1,200.00	\$ 790.00	\$ 410.00
04	238396	WFM WEST FACILITY MGMT, LLC W.L. ROOTS	AS-A	SAN PATRICIO Activity Total	\$ 1,500.00	\$ 960.00	\$ 540.00
04	239816	LAMAY CORPORATION STATE TRACT 118	EC-A	ARANSAS Activity Total	\$ 9,000.00	\$ 760.00	\$ 8,240.00

	Activity Count	RRC Estimate	Total of Invoices	Remaining
Grand Totals (all Districts)	3	\$ 11,700.00	\$ 2,510.00	\$ 9,190.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 01 Totals					7	\$ 57,600.00
<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>
01	241397	XSTOR ENERGY, LLC MADDOX, LORENE	GUADALUPE 06280	CU-A	1	\$ 6,600.00
01	241380	LAKE CHEROKEE PRODUCTION, LLC HURLEY, EUGENE -A-	GUADALUPE 00863	CU-A	1	\$ 14,500.00
01	241378	LAKE CHEROKEE PRODUCTION, LLC HURLEY, EUGENE	GUADALUPE 00862	CU-A	1	\$ 8,000.00
01	241297	CALTEX ENERGY CO. ROSEBROCK, ALBERT, -B-	GUADALUPE 02614	CU-A	1	\$ 6,500.00
01	241356	FOYORO ENERGY, LLC EMERSON	CALDWELL 12343	CU-A	1	\$ 3,000.00
01	241357	LAKE CHEROKEE PRODUCTION, LLC SMITH, HORACE -B-	GUADALUPE 01844	CU-A	1	\$ 4,000.00
01	241376	LAKE CHEROKEE PRODUCTION, LLC SMITH, HORACE -A-	GUADALUPE 00865	CU-A	1	\$ 15,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 03 Totals					1	\$ 3,000.00
<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>
03	242196	GOOD OL'BOYS OIL COMPANY HOOKS, CHAS. G. FEE	LIBERTY 02326	CU-A	<u>1</u>	<u>\$ 3,000.00</u>

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 04 Totals					2	\$ 16,000.00
<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	240476	RADIUS OPERATING, LLC BRUNI TOWNSITE	WEBB 06041	CU-A	1	\$ 12,000.00
04	241136	STERLING ENGINE SERVICE MOSSER	JIM WELLS 00103	CU-A	1	\$ 4,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 06 Totals					1	\$ 30,000.00
<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	242277	ENVIROPAVE L.L.C. EAST TEXAS RECLAMATION PLANT	RUSK <NA>	CU-A	1	\$ 30,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 6E Totals					1	\$ 7,000.00
<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	241940	INLAND PRODUCTS, INC. KILGORE RECLAMATION PLANT	RUSK 06-1971	AS-A	1	\$ 7,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 7C Totals					2	\$ 25,000.00
<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>
7C	241838	UNIDENTIFIED WENDKIRK OIL FIELD SITE	COKE <NA>	CU-U	1	\$ 15,000.00
7C	241839	UNIDENTIFIED BALLINGER SEEP	RUNNELS <NA>	CU-U	1	\$ 10,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

December 1, 2017 to December 31, 2017

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 10 Totals					2	\$ 30,000.00
<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>
10	241096	LOSURE, KEN SMITH, DALE	HUTCHINSON 00887	CU-A	<u>1</u>	<u>\$ 14,000.00</u>
10	241516	LOSURE, KEN GARNER, C. R. "A"	HUTCHINSON 01269	CU-B	<u>1</u>	<u>\$ 16,000.00</u>
					<u>Number Approved</u>	<u>RRC Estimate</u>
Grand Total (all Districts)					16	\$ 168,600.00

Benchmark Goal Summary - FY18
(as of December 31, 2017)

February Benchmark

Note: By February 28, Districts are expected to have 40% of their annual routine goal completed (final invoices processed by Austin and file closed).

	Activities					Dollars					
	Goal	Comp	Auth	Total	Comp %	Goal	Comp	Auth	Total	Comp %	
Routines Only	San Antonio	35	2	19	21	6%	\$ 153,335.00	\$ 4,163.00	\$ 150,400.00	\$ 154,563.00	3%
	Houston	30	2	15	17	7%	\$ 185,400.00	\$ 11,223.14	\$ 89,486.40	\$ 100,709.54	6%
	Corpus Christi	25	5	3	8	20%	\$ 142,375.00	\$ 19,825.00	\$ 25,000.00	\$ 44,825.00	14%
	Kilgore	30	4	10	14	13%	\$ 259,710.00	\$ 6,934.92	\$ 97,100.00	\$ 104,034.92	3%
	Abilene	30	1	6	7	3%	\$ 102,300.00	\$ 316.00	\$ 29,600.00	\$ 29,916.00	0%
	San Angelo	10	0	3	3	0%	\$ 43,470.00	-	\$ 34,000.00	\$ 34,000.00	0%
	Midland	25	0	10	10	0%	\$ 171,100.00	\$ 602.30	\$ 125,166.40	\$ 125,768.70	0%
	Wichita Falls	30	3	9	12	10%	\$ 129,960.00	\$ 8,996.05	\$ 68,200.00	\$ 77,196.05	7%
	Pampa	10	1	3	4	10%	\$ 65,010.00	\$ 4,504.00	\$ 50,781.60	\$ 55,285.60	7%

May Benchmark

Note: By May 31, Districts are expected to have 100% of their annual routine goal completed or authorized.

	Activities					Dollars					
	Goal	Comp	Auth	Total	Comp or Auth %	Goal	Comp	Auth	Total	Comp or Auth %	
Routines Only	San Antonio	35	2	19	21	60%	\$ 153,335.00	\$ 4,163.00	\$ 150,400.00	\$ 154,563.00	101%
	Houston	30	2	15	17	57%	\$ 185,400.00	\$ 11,223.14	\$ 89,486.40	\$ 100,709.54	54%
	Corpus Christi	25	5	3	8	32%	\$ 142,375.00	\$ 19,825.00	\$ 25,000.00	\$ 44,825.00	31%
	Kilgore	30	4	10	14	47%	\$ 259,710.00	\$ 6,934.92	\$ 97,100.00	\$ 104,034.92	40%
	Abilene	30	1	6	7	23%	\$ 102,300.00	\$ 316.00	\$ 29,600.00	\$ 29,916.00	29%
	San Angelo	10	0	3	3	30%	\$ 43,470.00	-	\$ 34,000.00	\$ 34,000.00	78%
	Midland	25	0	10	10	40%	\$ 171,100.00	\$ 6,761.53	\$ 125,166.40	\$ 131,927.93	77%
	Wichita Falls	30	3	9	12	40%	\$ 129,960.00	\$ 8,996.05	\$ 68,200.00	\$ 77,196.05	59%
	Pampa	10	1	3	4	40%	\$ 65,010.00	\$ 4,504.00	\$ 50,781.60	\$ 55,285.60	85%

August Benchmark

Note: By August 31, Districts are expected to have 100% of their annual routine goal completed (final invoices processed by Austin and file closed).

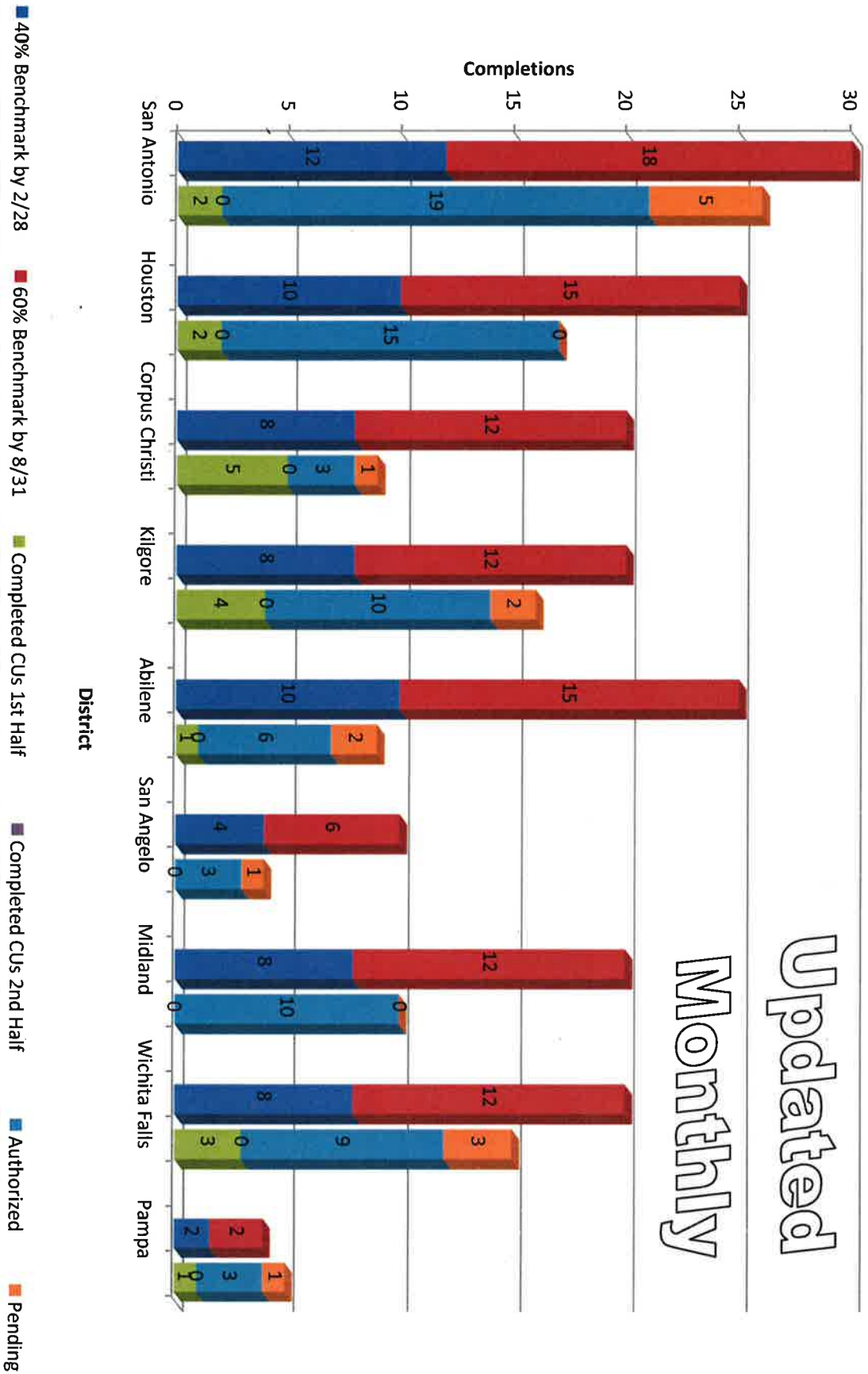
	Activities					Dollars					
	Goal	Comp	Auth	Total	Comp %	Goal	Comp	Auth	Total	Comp %	
Routines Only	San Antonio	35	2	19	21	6%	\$ 153,335.00	\$ 4,163.00	\$ 150,400.00	\$ 154,563.00	3%
	Houston	30	2	15	17	7%	\$ 185,400.00	\$ 11,223.14	\$ 89,486.40	\$ 100,709.54	6%
	Corpus Christi	25	5	3	8	20%	\$ 142,375.00	\$ 19,825.00	\$ 25,000.00	\$ 44,825.00	14%
	Kilgore	30	4	10	14	13%	\$ 259,710.00	\$ 6,934.92	\$ 97,100.00	\$ 104,034.92	3%
	Abilene	30	1	6	7	3%	\$ 102,300.00	\$ 316.00	\$ 29,600.00	\$ 29,916.00	0%
	San Angelo	10	0	3	3	0%	\$ 43,470.00	-	\$ 34,000.00	\$ 34,000.00	0%
	Midland	25	0	10	10	0%	\$ 171,100.00	\$ 6,761.53	\$ 125,166.40	\$ 131,927.93	4%
	Wichita Falls	30	3	9	12	10%	\$ 129,960.00	\$ 8,996.05	\$ 68,200.00	\$ 77,196.05	7%
	Pampa	10	1	3	4	10%	\$ 65,010.00	\$ 4,504.00	\$ 50,781.60	\$ 55,285.60	7%

Routine Goals and Benchmarks

(as of December 31, 2017)

Updated

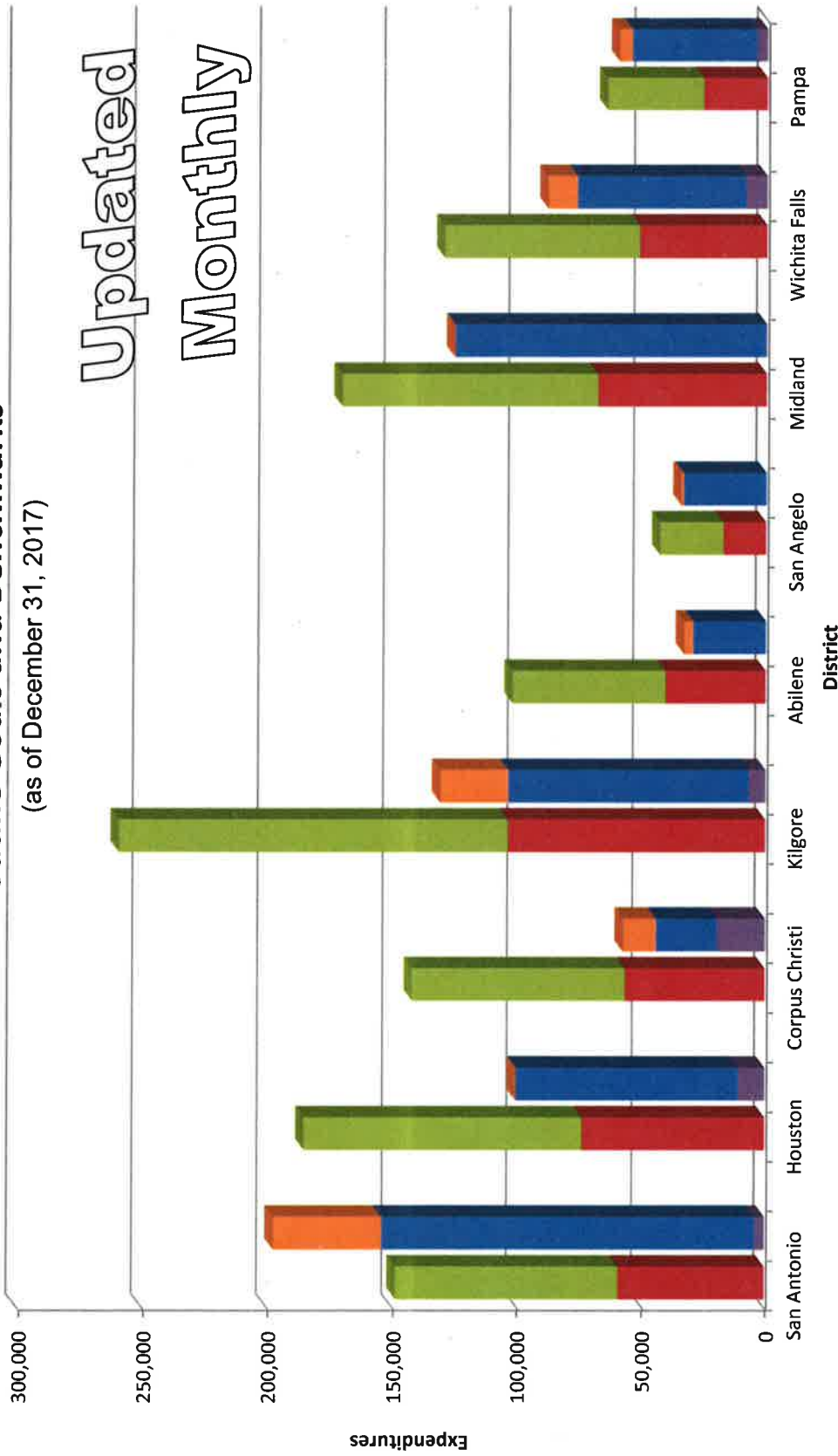
Monthly



Routine Goals and Benchmarks

(as of December 31, 2017)

Updated Monthly



■ 40% Benchmark by 2/28
 ■ 60% Benchmark by 8/31
 ■ Completed CUs 1st Half
 ■ Completed CUs 2nd Half
 ■ Authorized
 ■ Pending

	San Antonio	Houston	Corpus Christi	Kilgore	Abilene	San Angelo	Midland	Wichita Falls	Pampa	Total
40% Benchmark	\$ 61,334.00	\$ 74,160.00	\$ 56,950.00	\$ 103,884.00	\$ 40,920.00	\$ 17,388.00	\$ 68,440.00	\$ 51,984.00	\$ 26,004.00	\$ 501,064.00
60% Benchmark	\$ 92,001.00	\$ 111,240.00	\$ 85,425.00	\$ 155,826.00	\$ 61,380.00	\$ 26,082.00	\$ 102,660.00	\$ 77,976.00	\$ 39,006.00	\$ 751,596.00
Comp 1st Half	\$ 4,163.00	\$ 11,223.14	\$ 19,825.00	\$ 6,934.92	\$ 316.00	\$ -	\$ 602.30	\$ 8,996.05	\$ 4,504.00	\$ 56,564.41
Comp 2nd Half	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Authorized	\$ 150,400.00	\$ 89,486.40	\$ 25,000.00	\$ 131,600.00	\$ 29,600.00	\$ 34,000.00	\$ 22,000.00	\$ 28,800.00	\$ 50,781.60	\$ 561,668.00
Pending	\$ 43,000.00	\$ -	\$ 13,000.00	\$ 27,000.00	\$ 3,600.00	\$ 800.00	\$ -	\$ 11,500.00	\$ 5,000.00	\$ 103,900.00