

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, Executive Director *WW*
Lori Wrottenbery, Director *LW*
Oil and Gas Division

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

DATE: June 19, 2018

SUBJECT: Oil Field Cleanup Program Quarterly Status Report, Fiscal Year 2018, 3rd Quarter

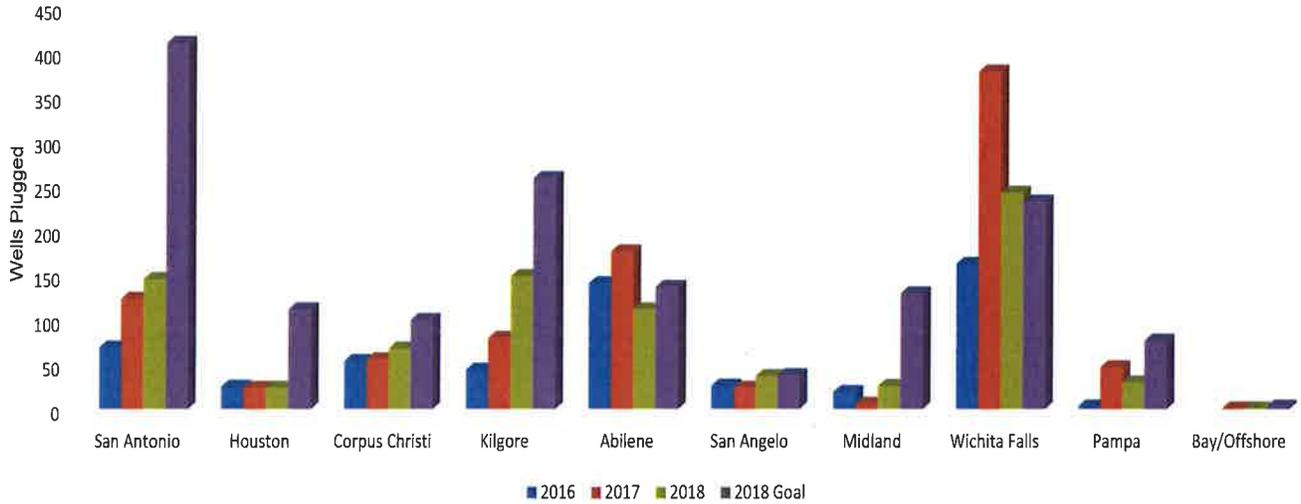
Well Plugging: The 3rd quarter performance for State-Managed Plugging includes 265 wells plugged with a total expenditure of \$5,333,580 using Oil and Gas Regulation and Cleanup (OGRC) and Economic Stabilization funds. This includes wells that have been physically plugged, invoiced by the plugging contractor, and approved for payment by Field Operations. Additionally, during the 3rd quarter, 446 wells were approved for plugging with State funds. State-Managed Plugging has completed and closed files on a total of 836 wells during the fiscal year. 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 3rd quarter performance for Site Remediation includes 31 cleanup activities completed with a total expenditure of \$309,695 using OGRC funds. No activities were completed with the use of grant funds. Additionally, during the 3rd quarter, 67 cleanup activities were authorized for cleanup with State funds. Site Remediation has completed and formally closed a total of 87 cleanup activities during the fiscal year using OGRC funds. No activities 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 *KCW*
Attachments:

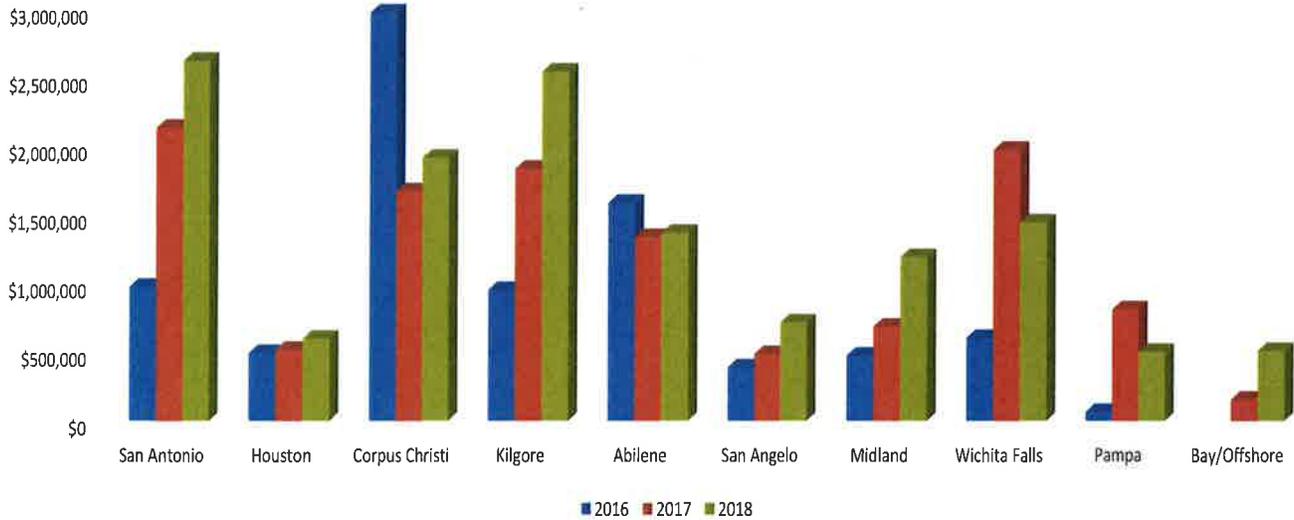
cc Wei Wang, Interim Executive Director
Lori Wrottenbery, Director, Oil & Gas Division
Peter G. Pope, P.G., Manager, Site Remediation

**Field Operations/Well Plugging
Oil Field Cleanup Program
3rd Quarter FY 2018
Wells Plugged
FY 16 Actual, FY 17 Actual, FY 18 Actual, FY 18 Plugging Goal**



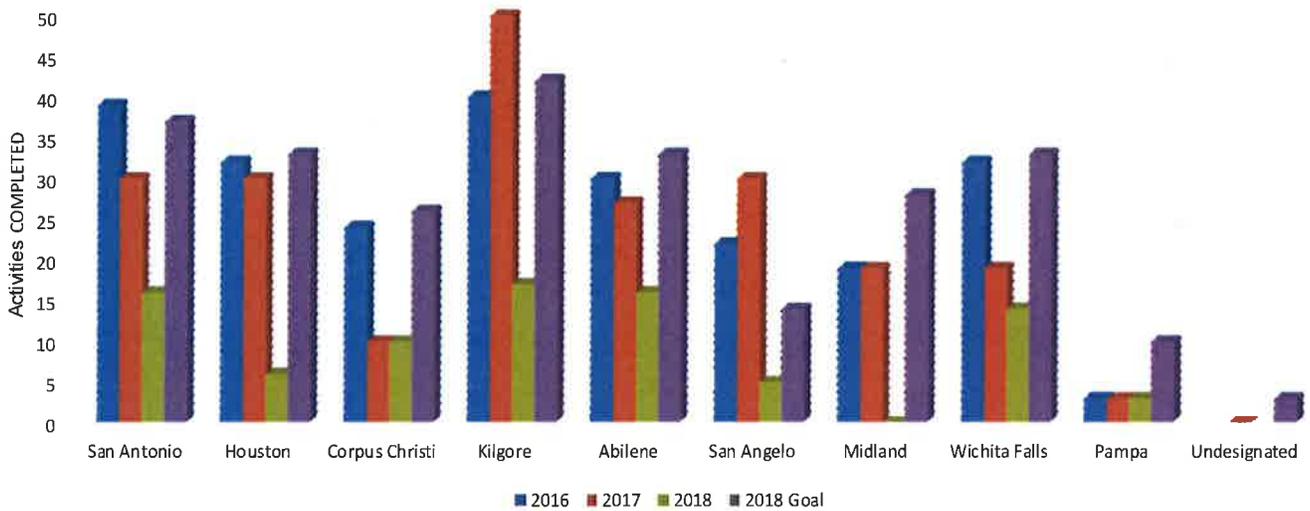
	San Antonio	Houston	Corpus Christi	Kilgore	Abilene	San Angelo	Midland	Wichita Falls	Pampa	Bay/Offshore	Total
2016	69	25	54	44	141	26	19	163	3		544
2017	124	24	56	80	177	24	6	379	47	1	918
2018	146	24	68	149	112	37	26	243	30	1	836
2018 Goal	411	112	100	259	137	38	130	233	77	3	1,500

**Field Operations/Well Plugging
Oil Field Cleanup Program
3rd Quarter FY 2018
Plugging Expenditures
FY 16 Actual, FY 17 Actual, FY 18 Actual**



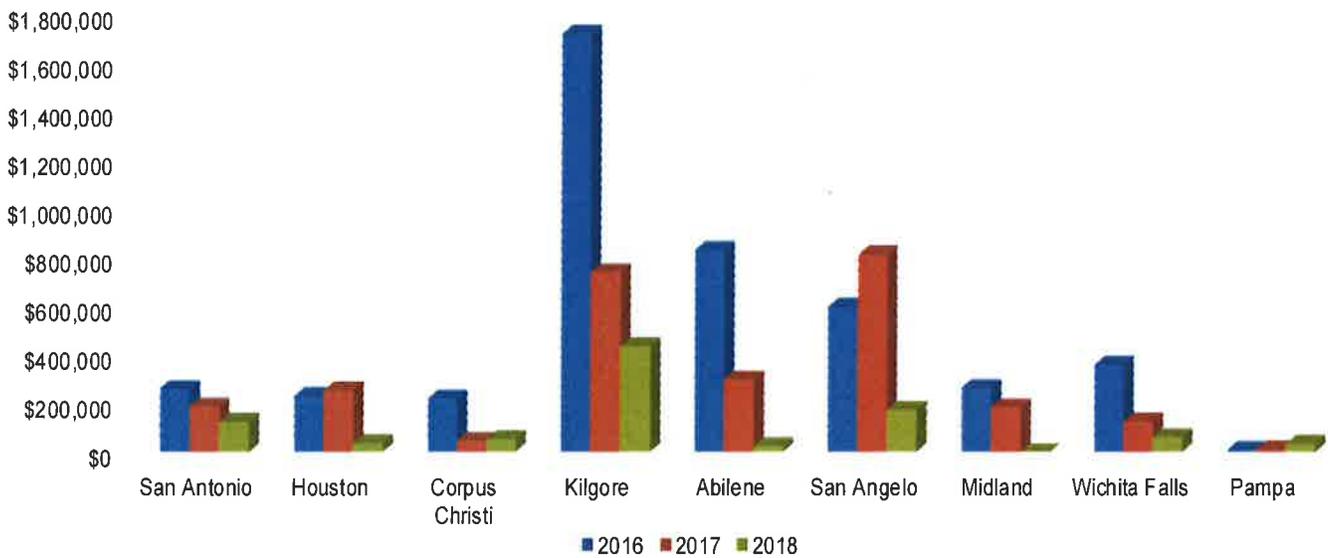
	San Antonio	Houston	Corpus Christi	Kilgore	Abilene	San Angelo	Midland	Wichita Falls	Pampa	Bay/Offshore	Total
2016	\$978,717	\$495,667	\$2,984,700	\$955,527	\$1,592,590	\$390,658	\$476,943	\$606,674	\$65,462		\$8,546,937
2017	\$2,143,683	\$521,026	\$1,677,982	\$1,842,987	\$1,344,286	\$489,406	\$689,522	\$1,981,635	\$815,647	\$157,510	\$11,663,683
2018	\$2,633,936	\$601,708	\$1,923,794	\$2,552,499	\$1,374,290	\$718,894	\$1,197,155	\$1,450,614	\$505,767	\$512,944	\$13,471,601

**Site Remediation
Oil Field Cleanup Program
3rd 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
2016	39	32	24	40	30	22	19	32	3		241
2017	30	30	10	50	27	30	19	19	3	0	218
2018	16	6	10	17	16	5	0	14	3		87
2018 Goal	37	33	26	42	33	14	28	33	10	3	259

**Site Remediation
Oil Field Cleanup Program
3rd 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
2016	\$260,469	\$231,043	\$220,776	\$1,718,564	\$830,034	\$596,977	\$264,633	\$358,306	\$10,020		\$4,490,823
2017	\$189,890	\$254,321	\$47,048	\$740,657	\$298,881	\$811,875	\$185,923	\$127,122	\$12,862		\$2,668,580
2018	\$125,725	\$37,622	\$54,424	\$435,422	\$26,541	\$174,602	\$602	\$63,928	\$36,189		\$955,054