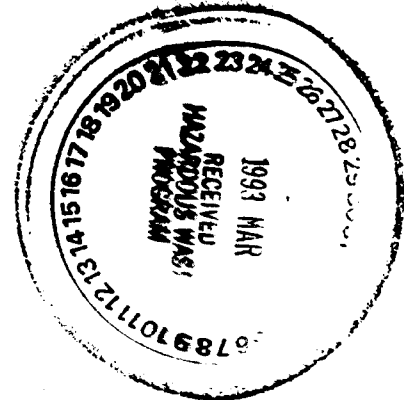


Public Service Company of New Mexico *Jane's copy*

March 29, 1993

Certified Mail
Return Receipt Requested

Ms. Jane Cramer
New Mexico Environment Department
Hazardous and Radioactive Materials Bureau
525 Camino de Los Marquez
Santa Fe, NM 87502



Dear Ms. Cramer

Subject: Production Well Closure at
Person Generating Station

Enclosed please find a copy of "Scope of Work For Production Well Plugging at PNM's Person and Reeves Stations". These specifications are currently being bid, with plans for implementation by May 1, 1993.

If you have any questions, please contact me at 848-2998.

Sincerely,

Ron D. Johnson
Sr. Environmental Scientist

RDJ:rdj

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SECTION D

PUBLIC SERVICE COMPANY OF NEW MEXICO (PNM)

ALVARADO SQUARE

ALBUQUERQUE, NEW MEXICO 87158

SCOPE OF WORK FOR

PRODUCTION WELL PLUGGING

AT PNM's PERSON AND REEVES STATIONS

DATE: March 23, 1993
REVISION: 0
FILE PERSON1.SPC

Prepared by: *KAS*
Reviewed by: *MAK*
Approved by: *J.F.*

1.0 EXTENT OF WORK

PNM wishes to have seven (7) water wells plugged at our Person and Reeves Generating Stations.

Six (6) of the wells are located at Person Station and the seventh is located at Reeves Station.

2.0 SCOPE OF WORK

Contractor shall furnish all labor, materials, services, insurance, permits and equipment necessary for the work specified. The work shall be conducted in accordance with these specifications.

Contractor shall perform the work and provide services as follows:

1. Work area preparation.
2. Plug P-1, P-2, P-3, P-4, P-5, P-6 and R-3 this year.
3. Provide access, support and protection to all authorized visitors and inspectors.

3.0 SITE INFORMATION

3.1 Work sites are the PNM Person Generating Station, located at I-25 and Rio Bravo, Albuquerque, New Mexico, and PNM Reeves Generating Station located at 4400 Paseo del Norte near Jefferson Street N.E, Albuquerque, New Mexico.

3.2 In the event a conflict or discrepancy arises between technical materials and the written specifications, the written specifications shall take precedence. Written addenda and change orders issued by PNM shall have precedence over the original written specifications. In all cases, the written interpretation of drawings, written specifications, addenda, or change orders made by PNM shall have precedence over any other interpretations.

3.2 Contractor is responsible for verifying the Scope of Work and any technical materials for the project, and assessing the conditions for work to be done at the site. No extra charge or compensation will be allowed due to differences between actual dimensions and the measurements indicated on the drawings or in the written specifications without prior written approval from PNM.

4.0 RESPONSIBILITIES OF PNM

4.1 Prior to the start of the project, PNM shall designate parking for necessary Contractor and Contractor's employee vehicles.

4.3 PNM shall NOT be responsible for site security and maintenance of utility systems. In the event of a failure of any utility system, PNM shall not be responsible for any loss of time nor expense incurred by the Contractor as a result of such failure.

4.4 PNM shall designate adequate space for storage of Contractor's equipment and supplies. No flammable, combustible or explosive materials shall be stored on the site except as may be specifically approved by PNM. Security of the storage area shall be the responsibility of the Contractor.