

2901 Via Fortuna Suite 600 • Austin, Texas 78746 • Phone (737) 300-4700

December 20, 2023

NM Oil Conservation Division Environmental Bureau 1220 South St. Francis Dr. Santa Fe, NM 87505

RE: DeSoto Springs #3 Recycling Containment and Recycling Facility 1 RF-498
Facility ID# fVV2234954815
Section 5 T26S R36E, Lea County

Ameredev operating respectfully submits notification of the following:

A leak was discovered on 11/7/2023 on the primary liner of the 40K AST and reported to NMOCD on 11/20/2023. The containment was drained until the location of the leak was identified at the 6 foot level.

Liner repair has been completed and filling of the AST began on 12/13/2023 following third party liner inspection. Filling occurred incrementally by 20 % with monitoring of the leak detection system for 24 hours following each fill increment. The AST has been filled to 80% capacity, as of December 17, 2023 and leak detection measurement was at "0" (no evidence of leak). The AST was put back into use on that date.

Pleas contact us with any questions.

Shane McNeely

Production Manager Direct: (737) 300-4729

Shane McNeely

Email: smcneely@ameredev.com

District I
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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 296719

CONDITIONS

Operator:	OGRID:
AMEREDEV OPERATING, LLC	372224
2901 Via Fortuna	Action Number:
Austin, TX 78746	296719
	Action Type:
	[C-147] Water Recycle Long (C-147L)

CONDITIONS

Created By		Condition Date
vvenegas	None	1/3/2024