

P.O. Box 1708 • Artesia, NM 88211 www.hrlcomp.com

October 23, 2020

Ms. Amanda Davis
Devon Energy Production Company
6488 Seven Rivers Highway
Artesia, New Mexico 88210
Email: Amanda.davis@dvn.com

Subject: Liner Inspection and Closure Report

Mean Green 23 Federal #1 Battery

Lea County, New Mexico Incident # - NOY1823231809

Dear Ms. Davis:

Devon Energy Production Company (Devon) (Client) retained HRL Compliance Solutions, Inc. (HRL) to conduct a liner inspection and prepare this closure report for the release at the Mean Green 23 Federal #1 Battery pad (Site). The Site is located in Eddy County, New Mexico (Figure 1).

Release Summary and Initial Response

On July 27th, 2018, a power outage caused a water transfer pump to go down on high discharge. This caused a water tank to overflow and release produced water into the lined, secondary containment. Approximately 62 bbls of produced water was released, and all fluid was recovered via a vacuum truck. The liner was inspected for holes/rips and none were found. A 24-hour notification of this event was emailed to the NMOCD and the BLM on July 29th, 2018 at 9:42p.m. On August 2nd, 2018 the C-141 (Attachment A) was submitted to the New Mexico Oil Conservation Division (NMOCD).

Item	Discussion
Site Name	Mean Green 23 Federal #1 Battery
Latitude	32.0216446
Longitude	-104.4332657
Township/Range/Section	Township 26 South/ Range 34 East/ Section 23
Date Release Discovered	July 27, 2018
Cause of Release	Water tank overflowed
Type of Material Released	Produced Water
Volume Release	62 barrels

INNOVATIVE SOLUTIONS DELIVERED

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New Mexico Administrative Code (NMAC) Site Characterization Criteria

Title 19, Chapter 15, Part 29, Section 11 of the New Mexico Administrative Code (NMAC) provides requirements for release characterization once the free liquids and recoverable materials have been removed from the Site.

Site Map

A scaled diagram depicting the site and nearby significant features has been prepared (Figure 1).

Depth to Groundwater

Based on research from the New Mexico Office of the State Engineer (NMOSE) and United States Geological Survey (USGS), the depth to groundwater is estimated to range from 51 to 100 feet below ground surface (bgs) (Figure 2).

Wellhead Protection Area

There are no sources of water, including springs, wells, or other sources of fresh water, within one-half mile of the release.

Distance to Nearest Significant Watercourse

A significant watercourse is defined as "...a watercourse with a defined bed and bank either named or identified by a dashed blue line on a USGS 7.5-minute quadrangle map or the next lower order tributary with a defined bed and bank" (19.15.17.7 NMAC). There are no significant watercourses within one –half mile of the Site.

Additional Site Characterization Criteria

The following additional site characterization criteria were evaluated for the release.

Additional Site Characterization Criteria	Response/Discussion
Is the Site within 300 feet of a continuously flowing water or other significant watercourse?	No
Is the Site within 200 feet of a lakebed, sinkhole, or playa lake?	No
Is the Site within 300 feet of an occupied permanent residence, school, hospital institution, or church?	No

Mean Green 23 Federal #1 Battery February 2020

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Additional Site Characterization Criteria	Response/Discussion
Is the Site within 500 feet of a spring or private, domestic fresh water well used by less than five households for domestic or stock watering purposes?	No
Is the Site within 1,000 feet of any fresh water well or spring?	No
Is the Site within 300 feet of a wetland?	No
Is the Site within the area overlying a subsurface mine?	No
Is the Site within an unstable area?	No
Is the Site within the 100-year floodplain?	No

Conclusions and Recommendations

The July 27, 2018 release of 62 barrels of produced water at the Site remained within the lined containment area. HRL has determined that the liner integrity remains intact and had the ability to contain the release; therefore, additional characterization of the soil and/or groundwater at the Site is not necessary. HRL recommends closure of this release.

Scope and Limitations

The scope of HRL's services consists of performing a liner integrity inspection and preparation of this closure report. All work has been performed in accordance with generally accepted professional environmental consulting practices for oil and gas releases in the Permian Basin.

If you have any questions or concerns, please do not hesitate to contact Annie McCawley at (970) 259-0926 Ext. 414 or via email at amccawley@hrlcomp.com.

Sincerely,

HRL Compliance Solutions, Inc.

Annie McCawley

Environmental Scientist

Copy: Julie Linn, PG, RG, HRL Compliance Solutions, Inc.

Mean Green 23 Federal #1 Battery

February 2020

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Figures:

Figure 1: Site Location Map

Figure 2: Depth to Groundwater Map

Attachments:

Attachment A: NMOCD Form C-141

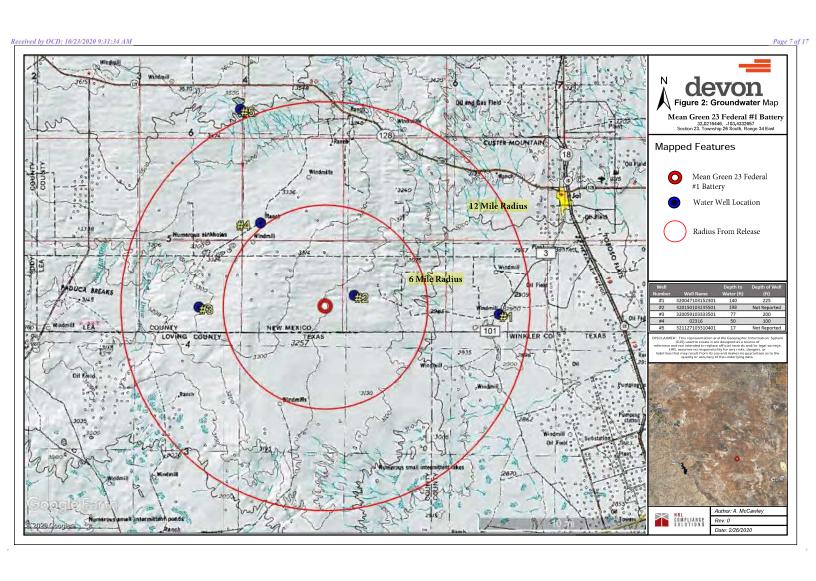
Attachment B: Photographs

Attachment C: Liner Inspection Field Form



Figures







Attachment A
NMOCD Form C-141

Form C-141

Final Report

Revised April 3, 2017

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

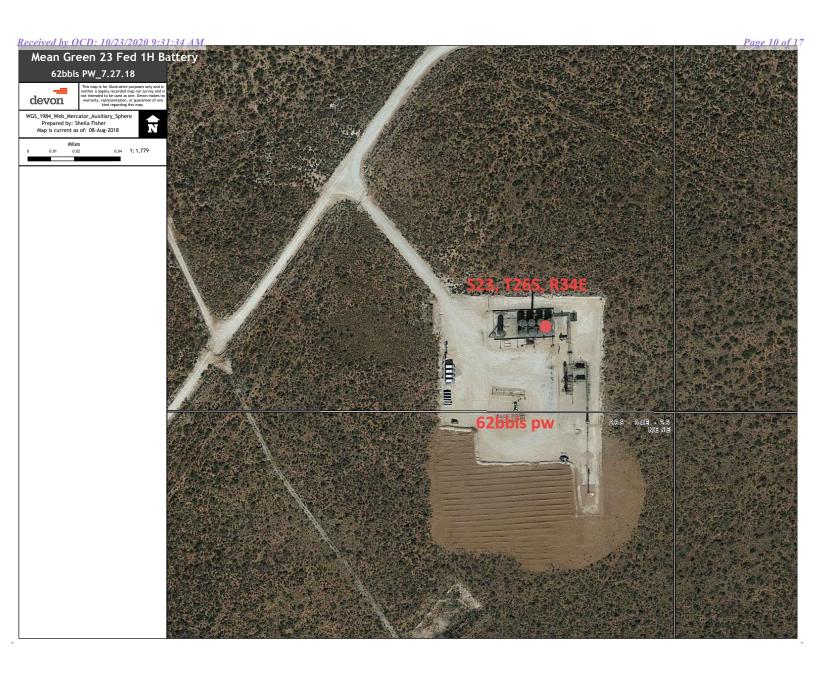
☐ Initial Report

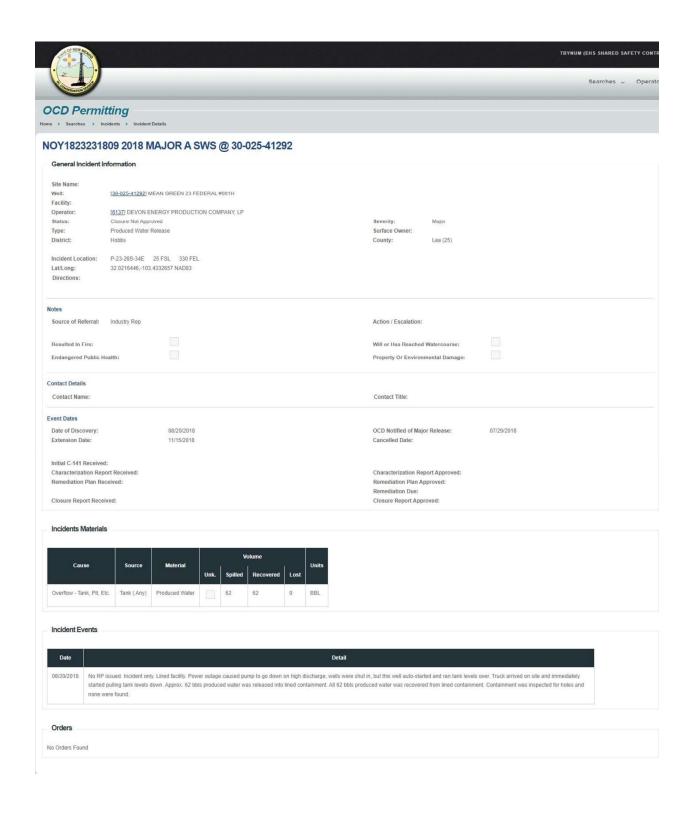
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release	Notification	and Correcti	ve Action

OPERATOR

Name of Company Devon Energy Production Company					Contact Aaron Pina, Production Foreman					
Address 6488 Seven Rivers Hwy Artesia, NM 88210			Telephone No. 575-748-3371							
Facility Name Mean Green 23 Fed 1H Battery			Facility Type Battery							
Surface Ow	Surface Owner Federal Mineral Owner F			Federal API No. 30-025-41292			. 30-025-41292			
				LOCA	ATIO	N OF RE	LEASE		1	
Unit Letter P	Section 23	Township 26S	Range 34E	Feet from the 25'		n/South Line	Feet from the 330'	East/V FEL	West Line	County Lea
			Lat	itude_32.02164	146_ L	ongitude_1	03.4332657_ NA	AD83		
				NAT	TURE	OF REL	EASE			
Type of Rele						Volume o	of Release		Volume R	ecovered
Produced Wa						62bbls			62bbls	TI CD'
Source of Re Produced Wa						Date and Hour of Occurrence July 27, 2018 @ 8:00 PM Date and Hour of Discovery July 27, 2018 @ 8:00 PM				
Was Immedi		Given?				If YES, T			July 27, 2	010 @ 0.001 W
		\boxtimes	Yes	No Not R	equired	l Olivia Yu	ı, OCD			
D W/I 0							Hernandez, BLM			
By Whom? Brett Fulks, l	EHS Repres	sentative				Date and July 29, 2	Hour 018 @ 9:42 PM			
Was a Water		ched?		_		If YES, V	olume Impacting t	he Wate	ercourse.	
			Yes 🛚			N/A RECEIVED				
If a Watercon	If a Watercourse was Impacted, Describe Fully.*					m, Aug 20, 2018				
Describe Area Affected and Cleanup Action Taken.* Approximately 62bbls produced water was released into lined containment. All 62bbls produced water was recovered from lined containment. Containment liner was inspected for holes and none were found.										
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.										
OIL CONSERVATION DIVISION					DIVISION					
Signature: Sheila Fisher					34					
Printed Name: Sheila Fisher Approved by I				y Environmental S _l	pecialis	t:	T			
Title: Field	Admin Supp	oort				Approval D	8/20/2018	3	Expiration 1	Date:
E-mail Addr	ess: Sheila.	Fisher@dvn.c	com				of Approval:			Attached
Date: 8/2/18			1	Phone: 575.748.1	1829		pect liner in que			
Attach Addi	tional She	ets If Necess		2222 2721, 101			ith a concise re	-		
			•				with affirmation with affirmation with a second contact of the con			nOY1823231809
eleased to In	naging: 2/	/16/2021 2:2	26:20 PM	1				-1-		





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Incident ID NOY1823231809
District RP
Facility ID
Application ID

Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following items must be included in the closure report.

A scaled site and sampling diagram as described in 19.15.29.1	1 NMAC
Photographs of the remediated site prior to backfill or photos must be notified 2 days prior to liner inspection)	of the liner integrity if applicable (Note: appropriate OCD District office
Laboratory analyses of final sampling (Note: appropriate ODG	C District office must be notified 2 days prior to final sampling)
☐ Description of remediation activities	
and regulations all operators are required to report and/or file certai may endanger public health or the environment. The acceptance of	ntions. The responsible party acknowledges they must substantially nditions that existed prior to the release or their final land use in
Printed Name: Tom Bynum	Title: EHS Consultant
Signature: Tom Bynum email: tom.bynum@dvn.com	Date: 10/23/2020
email: tom.bynum@dvn.com	Gelephone: <u>575-748-2663</u>
OCD Only	
Received by: Chad Hensley	Date: 02/16/2021
	of liability should their operations have failed to adequately investigate and water, human health, or the environment nor does not relieve the responsible or regulations.
Closure Approved by:	Date: 02/16/2021
Printed Name: Chad Hensley	Title: Environmental Specialist Advanced



Attachment B

Photographs



View of standing water and snow within the secondary containment.



View of standing water and snow within the secondary containment.





View of standing water in the secondary containment.



View of standing water between the tanks and rust on the bottom of the tank.





Attachment C Liner Inspection Field Form



Liner Inspection Form

Client Deyon Energy			
Date of Inspection 2/5/20			
Site Name Mean Green 7	3 Fed	eral IH	Sign says 26
Latitude 32,021746			J 1-
_103,43327 9			
Observations	Yes	No	Comments
Is the liner present?	~		
Is the liner torn?			
Are there visible holes in the liner?			
Is the liner retaining any liquids?	/		
Does it appear the liner had the ability to contain the leak?			
Type of Liner:	Earthen	Metal Of	ther (describe below):
Other Concerns or Observations:			
Metal Secondary Containme	nt		
Snowing			
Rust on metal to evidence a	of liner	holding	water
Photos 1-13			
Inspector Name Annie McCauley	6 -		
Inspector Signature and I			

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 10822

CONDITIONS OF APPROVAL

PIMA ENVIRONMENTAL SERVICES, L 1601 N. Turner 329999 10822 C-141 Suite 500 Hobbs, NM88240	Operator:		OGRID:	Action Number:	Action Type:
Suite 500 Hobbs, NM88240	PIMA ENVIRONMENTAL SERVICES, L	1601 N. Turner	329999	10822	C-141
	Suite 500 Hobbs, NM88240				

OCD Reviewer	Condition
chensley	None