# LINER INSPECTION AND CLOSURE REPORT REPORTABLE RELEASE

Spur Energy Partners McIntyre DK Fed #15 Battery Incident ID: nAPP2317851907 Eddy County, NM



Paragon Environmental LLC 1601 N. TURNER ST. STE.500 Hobbs, NM 88240 575-318-6841

#### **GENERAL DETAILS**

This report was prepared by Paragon Environmental LLC (Paragon) in response to the release for Spur Energy Partners (Spur) at the **McIntyre DK Fed #15 Battery (McIntyre)**.

API #: 30-015-40896 <u>Site Coordinates</u>: Latitude: 32.82807 Longitude: -103.99424 <u>Unit</u> UL N, Section 17, Township 17S, Range 30E <u>Incident ID:</u> nAPP2317851907

# **REGULATORY FRAMEWORK**

**Depth to Groundwater**: According to the New Mexico State of Engineers Office, the nearest water data is less than 1/2 mile away and is 80 feet below ground surface (BGS). See Appendix A for details.

**Soil Survey:** Per the New Mexico Bureau of Geology and Mineral Resources, the geology is in the (Quaternary Formation- and is made up of Eolian and piedmont deposits (Holocene to middle Pleistocene)— Interlayed eolian sands and piedmont-slope deposits along the eastern flank of the Pecos River valley, primarily between Roswell and Carlsbad. Typically capped by thin eolian deposits (Qep). According to the United States Department of Agriculture Natural Resources Conservation Service soil survey, the soil in this area comprises the Berino complex, with 0 to 3 percent slopes. The drainage courses in this area are well-drained. The karst geology in the area of the McIntyre is in Low Karst. See the map below.



# **RELEASE DETAILS**

This release was due to equipment failure. The water transfer line fitting corroded. This resulted in the release of 134 bbls of produced water. All fluids were contained in the Falcon Lined Containment. A vacuum truck was dispatched and recovered 133 bbls of the fluids.

#### Date of Spill: 06/27/2023

**<u>Type of Spill:</u>** Crude Oil AProduced Water Condensate Other (Specify):

<u>Comments:</u> Reportable release. Released: 134 bbls of Produced Water Recovered: 133 bbls of Produced Water

#### INITIAL SITE ASSESSMENT

On June 28, 2023, Paragon went to the McIntyre and conducted an initial assessment. There was obvious staining on the liner from the spill. There were no signs outside the containment that the liner had been breached. Therefore, no samples were taken.

# **REMEDIATION ACTIVITIES**

On July 6, 2023, Paragon returned to the site with equipment and personnel to begin cleanup activities. We initially sprayed the affected area with a degreaser. We then power washed and squeegeed the runoff to the vacuum truck, where we captured the fluids.

On July 12, 2023, Paragon returned to the site to conduct a liner inspection. A 48-hour notification was sent out to the NMOCD on July 7, 2023. The inspection concluded that the liner was intact and in good condition. The integrity of the liner appears to have the ability to contain spills. See Appendix D for the email notification and liner report.

# **CLOSURE REQUEST**

After careful review, Paragon requests that the incident, nAPP2317851907, be closed. Spur has complied with the applicable closure requirements. If you have any questions or need additional information, please contact Tristan Jones at 575-318-6841 or <u>tristan@paragonenvironmental.net</u>.

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Respectfully, Tristan Jones Project Coordinator Paragon Environmental LLC

Chris Jones Environmental Professional Paragon Environmental LLC

#### **Attachments**

Figures:

- 1- Site Map
- 2- Торо Мар
- 3- Aerial Map

Appendices:

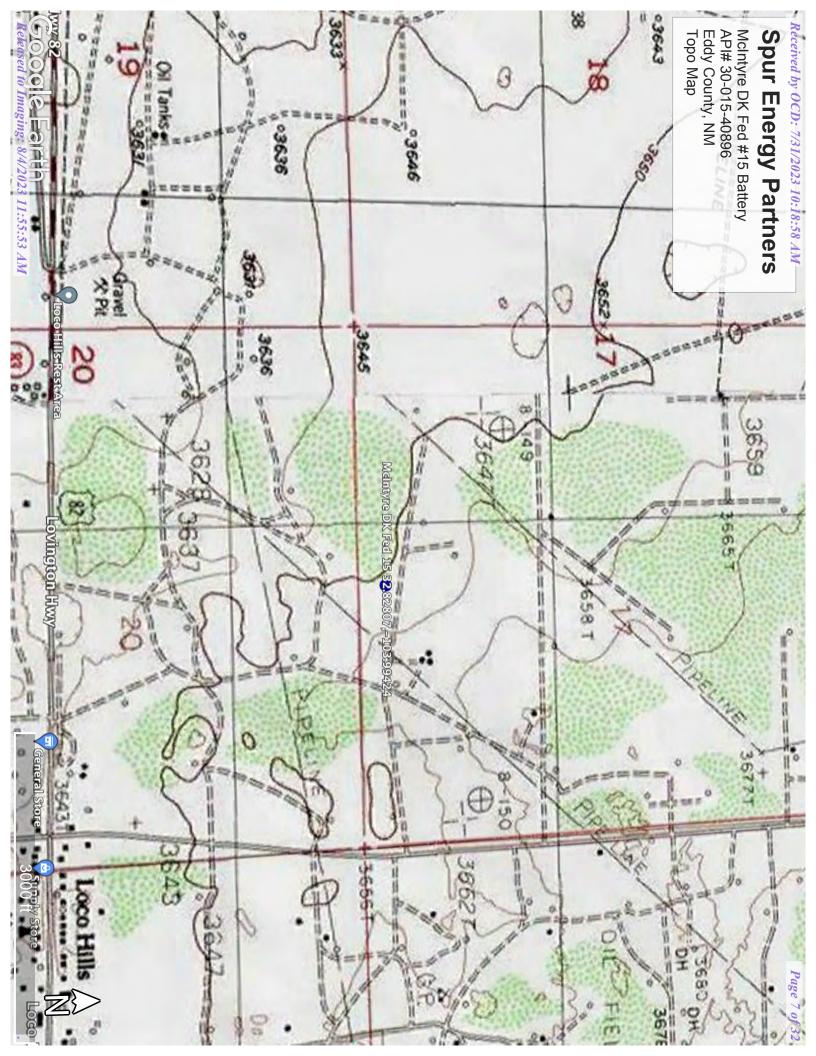
- Appendix A- Referenced Water Data
- Appendix B- Soil Survey
- Appendix C- C-141
- Appendix D- Email Notification, Liner Inspection, and Photographic Documentation

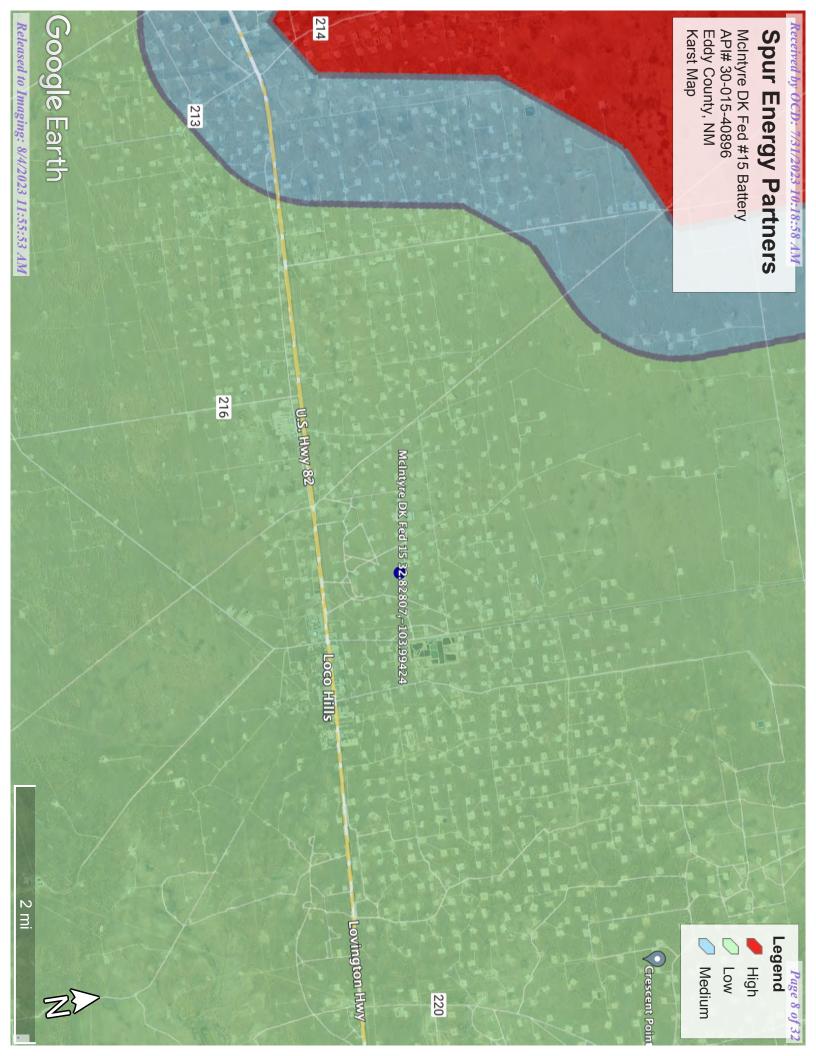


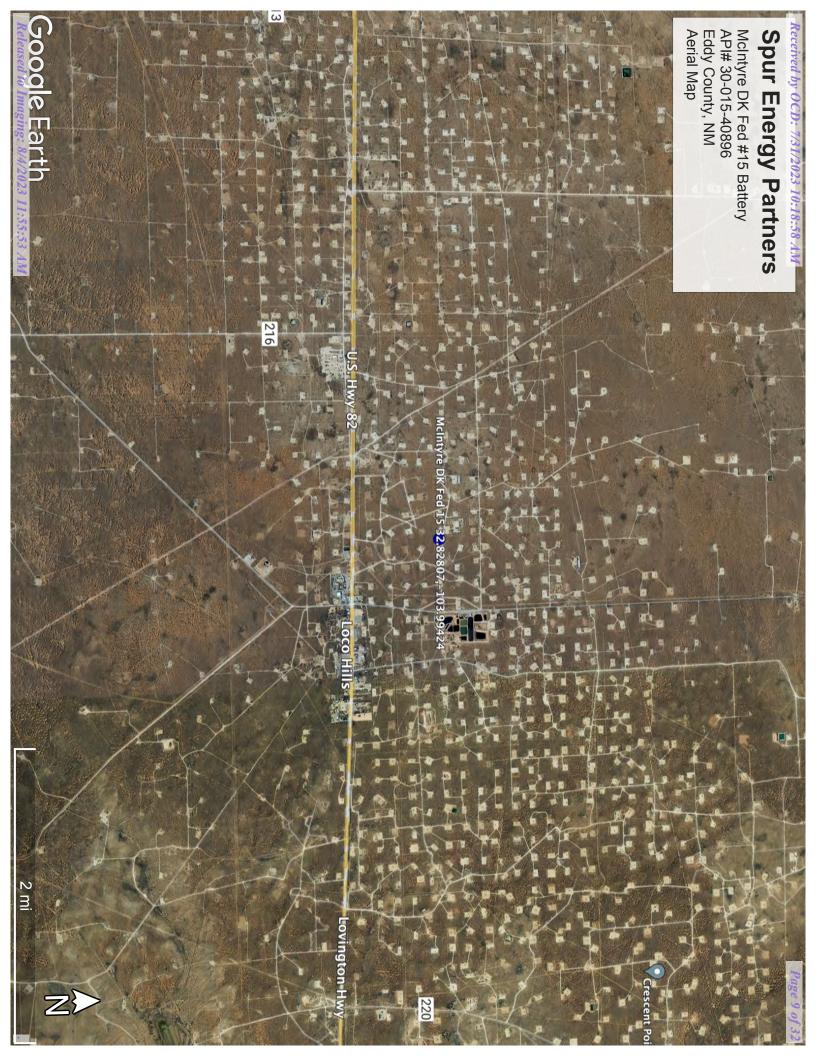
Figures:

- 1-Site Map
- 2- Торо Мар
- 3- Karst Map
- 4- Aerial Map











Appendix A Referenced Water Data:

New Mexico State of Engineers Office



# Water Column/Average Depth to Water New Mexico Office of the State Engineer

Internate Stream Commonlow			-		
(A CLW##### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)	(R=POD has been replaced, O=orphaned, C=the file is closed)	en (quarters are 1=NW 2=NE 3=SV (quarters are smallest to largest)	IE 3=SW 4=SE) largest) (NAD83 UTM in meters)	s) (In feet)	ă,
	POD				
POD Number	Sub- Code basin	Sub- Q Q Q basin County 64 16 4 Sec Tws Rng	Х Ү	Water DistanceDepthWellDepthWater Column	Water Water Column
RA 11914 POD1	RA	ED 2 4 2 20 17S 30E	594801 3632002 🕘	943 85	80 5
			Average D	Average Depth to Water:	80 feet
			Μ	Minimum Depth:	80 feet
			Με	Maximum Depth:	80 feet
Record Count: 1					
<u>UTMNAD83 Radius Search (in meters):</u>	<u>Search (in meter</u>	<u>:(s</u>			
<b>Easting (X):</b> 594138.591	138.591	<b>Northing (Y):</b> 3632674.386	<b>Radius:</b> 1000		
The data is furnished by the N he accuracy, completeness, re	MOSE/ISC and is ; liability, usability, c	The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.	understanding that the OSE/ISC make e data.	no warranties, expressed or i	mplied, concerning
7/10/23 4:49 PM			W		



Appendix B Soil Survey:

U.S.D.A. FEMA Flood Map

# Eddy Area, New Mexico

#### BB—Berino complex, 0 to 3 percent slopes, eroded

#### Map Unit Setting

National map unit symbol: 1w43 Elevation: 2,000 to 5,700 feet Mean annual precipitation: 5 to 15 inches Mean annual air temperature: 57 to 70 degrees F Frost-free period: 180 to 260 days Farmland classification: Not prime farmland

#### **Map Unit Composition**

Berino and similar soils: 60 percent Pajarito and similar soils: 25 percent Minor components: 15 percent Estimates are based on observations, descriptions, and transects of the mapunit.

#### **Description of Berino**

#### Setting

Landform: Plains, fan piedmonts Landform position (three-dimensional): Riser Down-slope shape: Convex Across-slope shape: Linear Parent material: Mixed alluvium and/or eolian sands

#### **Typical profile**

H1 - 0 to 17 inches: fine sand H2 - 17 to 58 inches: sandy clay loam H3 - 58 to 60 inches: loamy sand

#### **Properties and qualities**

Slope: 0 to 3 percent
Depth to restrictive feature: More than 80 inches
Drainage class: Well drained
Runoff class: Low
Capacity of the most limiting layer to transmit water (Ksat): Moderately high to high (0.60 to 2.00 in/hr)
Depth to water table: More than 80 inches
Frequency of flooding: None
Frequency of ponding: None
Calcium carbonate, maximum content: 40 percent
Maximum salinity: Very slightly saline to slightly saline (2.0 to 4.0 mmhos/cm)
Sodium adsorption ratio, maximum: 1.0
Available water supply, 0 to 60 inches: Moderate (about 8.0 inches)

#### Interpretive groups

Land capability classification (irrigated): None specified

Land capability classification (nonirrigated): 7e Hydrologic Soil Group: B Ecological site: R070BD003NM - Loamy Sand Hydric soil rating: No

#### **Description of Pajarito**

#### Setting

Landform: Dunes, plains, interdunes Landform position (three-dimensional): Side slope Down-slope shape: Convex, linear Across-slope shape: Convex, linear Parent material: Mixed alluvium and/or eolian sands

#### **Typical profile**

H1 - 0 to 9 inches: loamy fine sand H2 - 9 to 72 inches: fine sandy loam

#### **Properties and qualities**

Slope: 0 to 3 percent
Depth to restrictive feature: More than 80 inches
Drainage class: Well drained
Runoff class: Very low
Capacity of the most limiting layer to transmit water (Ksat): High (2.00 to 6.00 in/hr)
Depth to water table: More than 80 inches
Frequency of flooding: None
Frequency of ponding: None
Calcium carbonate, maximum content: 40 percent
Maximum salinity: Nonsaline (0.0 to 1.0 mmhos/cm)
Sodium adsorption ratio, maximum: 1.0
Available water supply, 0 to 60 inches: Moderate (about 8.0 inches)

#### Interpretive groups

Land capability classification (irrigated): 2e Land capability classification (nonirrigated): 7e Hydrologic Soil Group: A Ecological site: R070BD003NM - Loamy Sand Hydric soil rating: No

#### **Minor Components**

#### Pajarito

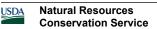
Percent of map unit: 4 percent Ecological site: R070BD003NM - Loamy Sand Hydric soil rating: No

#### Wink

Percent of map unit: 4 percent Ecological site: R070BD003NM - Loamy Sand Hydric soil rating: No

#### Cacique

Percent of map unit: 4 percent



*Ecological site:* R070BD004NM - Sandy *Hydric soil rating:* No

#### Kermit

Percent of map unit: 3 percent Ecological site: R070BD005NM - Deep Sand Hydric soil rating: No

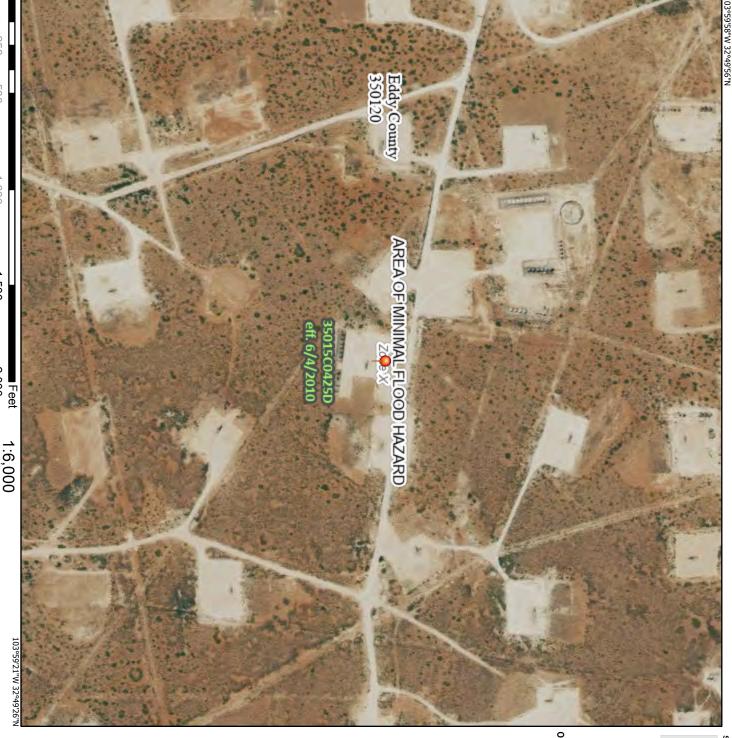
# **Data Source Information**

Soil Survey Area: Eddy Area, New Mexico Survey Area Data: Version 18, Sep 8, 2022



# National Flood Hazard Layer FIRMette





regulatory purposes.

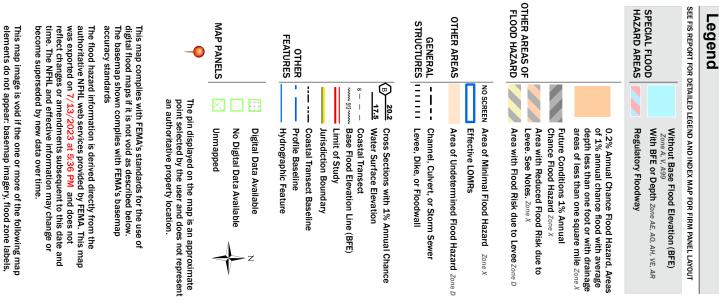
legend, scale bar, map creation date, community identifiers, FIRM panel number, and FIRM effective date. Map images for

unmapped and unmodernized areas cannot be used for

<sup>0</sup>Releaseatto Imaging: 8/4/2023 1.1935:53 AM

1,500

2,000





Appendix C:

C-141

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

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Incident ID	
District RP	
Facility ID	
Application ID	

# **Release Notification**

# **Responsible Party**

Responsible Party	OGRID
Contact Name	Contact Telephone
Contact email	Incident # (assigned by OCD)
Contact mailing address	

# **Location of Release Source**

Longitude

Latitude	

Site Name	Site Type
Date Release Discovered	API# (if applicable)

(NAD 83 in decimal degrees to 5 decimal places)

Unit Letter	Section	Township	Range	County

Surface Owner: State Federal Tribal Private (Name: \_

# Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
X Produced Water	Volume Released (bbls)	Volume Recovered (bbls)
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Condensate	Volume Released (bbls)	Volume Recovered (bbls)
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)
Cause of Release		

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Application ID	

Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the responsible party consider this a major release?
Yes No	
If YES, was immediate no	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?

# **Initial Response**

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

The source of the release has been stopped.

The impacted area has been secured to protect human health and the environment.

Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not been undertaken, explain why:

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.

Printed Name:	Title:
Signature: <u>Katherine Purvis</u>	Date:
email:	Telephone:
OCD Only	
Received by: <u>Shelly Wells</u>	Date: <u>6/28/2023</u>

Received by OCD: 7/31/2023 10:18:58 AM Form C-141 State of New Mexico

Oil Conservation Division

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# Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

What is the shallowest depth to groundwater beneath the area affected by the release?	<u>80</u> (ft bgs)
Did this release impact groundwater or surface water?	🗌 Yes 🛛 No
Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse?	🗌 Yes 🛛 No
Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)?	🗌 Yes 🛛 No
Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church?	🗌 Yes 🛛 No
Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes?	🗌 Yes 🛛 No
Are the lateral extents of the release within 1000 feet of any other fresh water well or spring?	🗌 Yes 🛛 No
Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field?	🗌 Yes 🛛 No
Are the lateral extents of the release within 300 feet of a wetland?	🗌 Yes 🛛 No
Are the lateral extents of the release overlying a subsurface mine?	🗌 Yes 🛛 No
Are the lateral extents of the release overlying an unstable area such as karst geology?	🗌 Yes 🛛 No
Are the lateral extents of the release within a 100-year floodplain?	🗌 Yes 🛛 No
Did the release impact areas <b>not</b> on an exploration, development, production, or storage site?	🗌 Yes 🛛 No

Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.

#### Characterization Report Checklist: Each of the following items must be included in the report.

- Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells.
- Field data
- Data table of soil contaminant concentration data
- $\square$  Depth to water determination
- Determination of water sources and significant watercourses within <sup>1</sup>/<sub>2</sub>-mile of the lateral extents of the release
- Boring or excavation logs
- Photographs including date and GIS information
- Topographic/Aerial maps
- Laboratory data including chain of custody

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

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Received by OCD: 7/31/20. Form C-141 Page 4	23 10:18:58 AM State of New Mexico Oil Conservation Division		Incident ID District RP Facility ID Application ID	Page 21 of 3 nAPP2317851907
regulations all operators are public health or the environm failed to adequately investig	rmation given above is true and complete to the required to report and/or file certain release no nent. The acceptance of a C-141 report by the ate and remediate contamination that pose a the f a C-141 report does not relieve the operator of	tifications and perform co OCD does not relieve the reat to groundwater, surfa	orrective actions for rele e operator of liability sho ace water, human health	eases which may endanger ould their operations have or the environment. In
Printed Name: Kathy Pur	vis.	Title: HSE Coordin	ator	
Signature: <u>Katherin</u>	e Purvis	_ Date: 7/31/2023		
email: katherine.purvis@	spurenergy.com	Telephone: 575-441-8619		
OCD Only				
OCD Only Received by: <u>Shelly Wel</u>	lls	Date: <u>7/31/2</u>	2023	

Received by OCD: 7/31/2023 10:18:58 AM Form C-141 State of New Mexico **Oil Conservation Division** 

Remediation Plan Checklist: Each of the following items must be included in the plan.

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# **Remediation Plan**

Detailed description of proposed remediation technique Scaled sitemap with GPS coordinates showing delineation points Estimated volume of material to be remediated Closure criteria is to Table 1 specifications subject to 19.15.29.12(C)(4) NMAC Proposed schedule for remediation (note if remediation plan timeline is more than 90 days OCD approval is required) Deferral Requests Only: Each of the following items must be confirmed as part of any request for deferral of remediation. Contamination must be in areas immediately under or around production equipment where remediation could cause a major facility deconstruction. Extents of contamination must be fully delineated. Contamination does not cause an imminent risk to human health, the environment, or groundwater. I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. Printed Name: Kathy Purvis. Title: HSE Coordinator Signature: Katherine Purvis Date: 7/31/2023 email: katherine.purvis@spurenergy.com Telephone: 575-441-8619 **OCD Only** Received by: <u>Shelly Wells</u> Date: <u>7/31/2023</u> Approved Approved with Attached Conditions of Approval Denied Deferral Approved Signature: Date:

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Oil Conservation Division

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# 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.

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

A scaled site and sampling diagram as described in 19.15.29.11 NMAC

Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)

Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)

Description of remediation activities

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.

Printed Name: Kathy Purvis.

Signature: Katherine Purvis

email: katherine.purvis@spurenergy.com

Title: HSE Coordinator

Date: 7/31/2023

Telephone: 575-441-8619

**OCD Only** 

Received by: <u>Shelly Wells</u>

Date: <u>7/31/2023</u>

Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.

Closure Approved by: Wells	Date: <u>8/4/2023</u>
Printed Name: Shelly Wells	Title: Environmental Specialist-Advanced



Appendix D:

**Email Notification** 

Liner Inspection

Photographic Documentation

Subject:	Liner Inspections
Date:	Friday, July 7, 2023 at 12:37:37 PM Central Daylight Time
From:	Chris Jones
То:	Bratcher, Michael, EMNRD, Hamlet, Robert, EMNRD
CC:	Katherine Purvis, Bratcher, Michael, EMNRD, Tristan Jones, Angel Pena (angel@paragonenvironmental.net)

Attachments: image001.jpg

All,

This is to inform you Paragon will be conducting some liner inspections on behalf of Spur at the following locations. We will conduct these inspections on 7-12-23.

nAPP2317229661 Stonewall 9 Fee #1

nAPP2317851907 McIntyre DK Fed 15 Battery

If you have any questions or comments, please let me know.

Thank You,

Chris Jones Environmental Professional 1601 N. Turner Ste. 500 Hobbs, NM 88240 chris@paragonenvironmental.net 575-631-6977 cell



"We do not inherit the Earth from our ancestors; we borrow it from our children." Chief Seattle



Paragon Environmental LLC

# **Liner Inspection Form**

Company Name:	Spur Energy Partners			
Site:	McIntyre DK Federal #15 Battery			
Lat/Long:	32.82807, -103.99424			
NMOCD Incident ID & Incident Date:				
2-Day Notification Sent:	July 7, 2023			
Inspection Date:	July 12, 2023			
Liner Type:	Earthen w/liner	Earthen no liner	Polystar	
$\subset$	Steel w/poly liner	Steel w/spray epoxy	No Liner	
Other:				

Visualization	Yes	No	Comments
Is there a tear in the liner?		х	
Are there holes in the liner?		Х	
Is the liner retaining any fluids?		х	
Does the liner have integrity to contain a leak?	х		

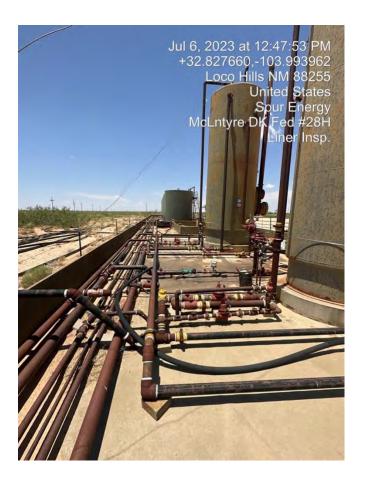
Comments: \_\_\_\_\_

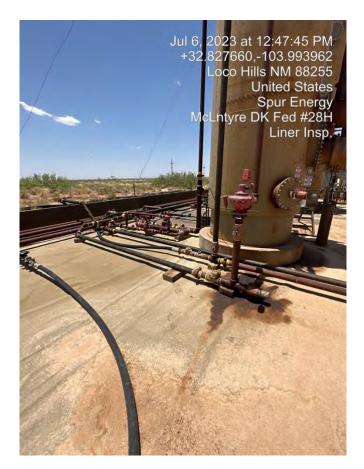
Inspector Name: Angel Pena

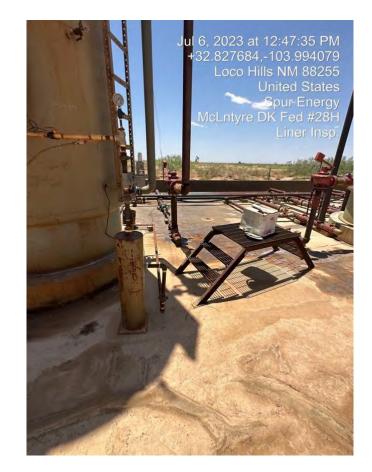


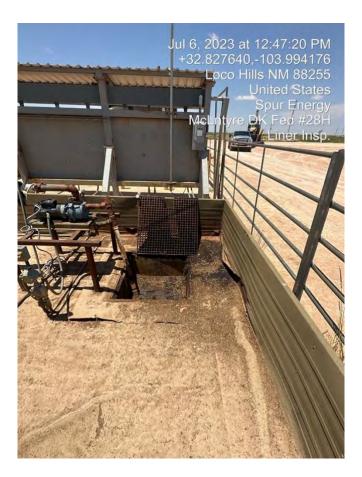
# **Photographic Documentation**

#### **Before Cleaning**



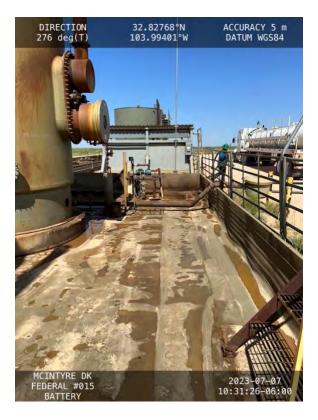






# After Cleaning









# **Liner Inspection**









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

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

District IV 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

Operator:	OGRID:
Spur Energy Partners LLC	328947
9655 Katy Freeway	Action Number:
Houston, TX 77024	246012
	Action Type:
	[C-141] Release Corrective Action (C-141)
CONDITIONS	

Created By Condition scwells None

CONDITIONS

Action 246012

Condition Date 8/4/2023