

August 5, 2020

SMA #5E29133, BG40

NMOCD District 1 1625 N. French Drive Hobbs, New Mexico 88240

RE: LINER INSPECTION REPORT DEVON THISTLE UNIT 34 CENTRAL TANK BATTERY

To Whom it May Concern:

Souder, Miller & Associates (SMA) is pleased to submit this letter report on behalf of Devon Energy Production Company (Devon) summarizing the liner inspection that occurred due to the Devon Thistle Unit 34 Central Tank Battery release. The site is located in Unit Letter P Section 34, T23S, R33E (N32.256886/W-558408) Lea County, New Mexico, on BLM land.

Site Characterization

On October 6, 2017, a gun barrel vented at Devon Thistle Unit 34 Central Tank Battery Facility causing the storage tanks to overflow into the secondary containment. This resulted in the release of 34 bbls of produced water and 1 bbls of crude oil inside the lined secondary containment of the tank battery. Initial response activities were conducted by the operator and included source elimination and site stabilization, which recovered approximately 34 bbls of produced water and 1 bbls of crude oil.

Based upon New Mexico Office of the State Engineer (NMOSE) and United States Geological Survey (USGS) well data, depth to groundwater in the area is estimated to be between 135 and 158 feet below grade surface (bgs). There are no water sources within ½-mile of the location, according to the NMOSE and USGS water well databases (https://gis.ose.state.nm.us/gisapps/ose_pod_locations/; accessed July 29, 2020; Appendix C). The nearest significant watercourse is an unnamed intermittent stream, located approximately 970 feet to the northeast, depicted on figure 2.

Based on the information presented herein, the applicable NMOCD Closure Criteria for this site is for a groundwater depth of >100 feet bgs.

Liner Integrity

At the request of Devon, SMA conducted a liner integrity inspection per the requirements of 19.15.29.11.A(5)(a) NMAC. NMOCD was notified on July 27, 2020 that the liner inspection was to occur. After a thorough visual inspection of the liner within the tank battery containment, the liner appeared to be intact and had the ability to contain the leak in question. The tanks from which the release occurred were identified, and SMA verified that the release did not occur outside of the lined containment. A photo log and field notes of the inspection is included in Appendix A.

SMA recommends no further action for this release.

5E29133, BG53

Devon Energy Production Company Devon Thistle Unit 34 CTB

Souder, Miller and Associates appreciates the opportunity to provide environmental services to you. If you have any questions or comments concerning this report, please feel free to call Lynn A. Acosta at 505-516-7469.

Sincerely, Souder, Miller & Associates

Lynn A. Acosta

hauna Chubbuck

Shawna Chubbuck Senior Scientist

Lynn A. Acosta Staff Geoscientist

Figures Figure 1: Site Map Figure 2: Surface Water Protection Map

Appendices Appendix A: Photo Log & Field Notes Appendix B: Incident Detail Appendix C: Water Well Data

5E29133, BG53

Devon Energy Production Company Devon Thistle Unit 34 CTB

FIGURES

Received by OCD: 8/7/2020 9:47:49 AM



Received by OCD: 8/7/2020 9:47:49 AM

•

XL Rd	XL Rd	
		Buffer Distance
		300 Feet
		200 Feet
		100 Feet
		• Springs & Seeps
		Streams & Canals
		3652 — Rivers
		Flowlines SENM
		NM Wetlands
A		Lakes & Playas
		FEMA Flood Zones 202
		Point of Release
		-C
		N
	3663 ft	
	5005 A	
		0 275 550 1,100 1,6
		Feet
	Surface Water Protection Map stle Unit 34 CTB 2- Devon Energy Production Company	E:
	JL: P S: 34 T: 23S R: 33E Lea County, New Mexico	Figure 2
Pavicions	Drawn Lynn A. Acosta	201 South Halaguena Street
By: Date: Descr: By: Date: Descr:	- Date 7/30/2020 SMA	Carlsbad, New Mexico 88221 (575) 689.7040
By: Date: Descr: By: Date: Descr: Support Descr: Descr: © Souder, Miller & Associates, 2020, All Rights Reserved	- Checked Approved	Serving the Southwest & Rocky Mountains
leased to Imaging: 9/20/2022 1:38:02 PM		

Devon Energy Production Company Devon Thistle Unit 34 CTB

5E29133, BG53

Appendix A PHOTO LOG & FIELD NOTES







































Souder, Miller & Associates Liner Inspection Form	∧ SMA
Project Name: Deven Thistle Unit 34 Inspect	on Date: 7/29/2020
Client Name: Devon Energy	
Client Representative(s):	
SMA Inspector(s): Alicia A Lopez Project Location: Latitude:	32.256886 Longitude: -103558408
Inspection Parameters as Outlined in 19.15.29.11.A(5) NM	AC
PRIOR TO INSPECTION: Two (2) Business Day Notification of Inspection to Appropria Date of Notice: <u>7/27/2020</u>	te Division Office $(Y/N): //$ $(Y/N): //$
Material Covering Liner Removed by Client	(Y/N):
Affected Areas Exposed by Client	(Y/N): <u>/</u>
INSPECTION: Liner Thoroughly Inspected for Damage	(Y/N):
All Damaged Areas Observed Marked in White Paint on Line Photos and Field Notes Detailing Failures Attached to	
To Be Completed by Client Representative: Can Responsible Party Demonstrate:	
Liner Integrity Was Maintained (per SMA Inspection)	(Y/N):
Release Was Contained to Lined Containment Area	(Y/N):
Liner Was Able to Contain the Leak	(Y/N):
If YES :	
Certify on Form C-141 That Liner Remains Int	act
If NO to Any of Above:	
Responsible Party Must Delineate Horizontal &	: Vertical Extent
Depending on Release:	
See Table 1 19.15.29.12 NMAC See Subparagraph (e) Paragraph (5) of	Subsection \triangle 1915 2911 NMAC
See Subparagraph (c) raragraph (5) or	

Additional Comments:

SMA INSPECTOR SIGNATURE Date: 7/2012020

CLIENT REPRESENTATIVE

Tom Bynum Date: <u>7/29/2020</u>

Devon Energy Production Company Devon Thistle Unit 34 CTB

5E29133, BG53

APPENDIX B INCIDENT DETAIL

Engineering • Environmental • Surveying

SIGN-IN HELP

Searches Operator Data

Hearing Fee Application

OCD Permitting

Incidents Home Searches Incident Details

NOY1727957654 2017 MAJOR A SWS @ FOY1727957510

General Incident I	nformation					Quic
						<u>Gene</u>
Site Name:						<u>Mater</u>
Well:						<u>Event</u>
Facility:	[<u>fOY1727957510]</u> Dev	on Thistle Unit 34 CTB 2				Order
Operator:	[6137] DEVON ENER	GY PRODUCTION COMPANY, LP				
Status:	Closure Not Approved		Severity:	Major		Asso
Туре:	Produced Water Relea	ase	Surface Owner:	State		 Facilit
District:	Hobbs		County:	Lea (25)		 Incide
						New
Incident Location:	P-34-23S-33E 0 FL	0 FL				<u>New I</u>
Lat/Long:	32.256886,-103.55840	08				• <u>New I</u>
Directions:						• <u>New (</u>
						• <u>New I</u>
						• <u>New</u> :
Notes						• <u>New</u>
Source of Referral:	Industry Rep		Action / Escalation:			• <u>New \</u>
Resulted In Fire:			Will or Has Reached	Watercourse:		
Endangered Public H	lealth:		Property Or Environ	mental Damage:		
Contact Details						
Contact Name:			Contact Title:			
Event Dates						
Date of Discovery:		10/06/2017	OCD Notified of Majo	or Release:	09/23/2017	
Extension Date:		11/15/2018	Cancelled Date:			
Initial C-141 Receive	d:					
Characterization Rep	oort Received:		Characterization Rep	port Approved:		
Remediation Plan Re	ceived:		Remediation Plan Ap	pproved:		
			Remediation Due:			
Closure Report Rece	lived:		Closure Report App	roved:		

Incidents Materials

Cause	Source	Material		Ve	olume		Units
Gause	Source	Material	Unk.	Spilled	Recovered	Lost	Units
Other	Other (Specify)	Produced Water		34	34	0	BBL
Other	Other (Specify)	Crude Oil		1	1	0	BBL

Incident Events

Date

SIGN-IN HELP

	Searches	Operator Data	Hearing Fee Application
Orders			
No Orders Found			

New Mexico Energy, Minerals and Natural Resources Department | Copyright 2012 1220 South St. Francis Drive | Santa Fe, NM 87505 | P: (505) 476-3200 | F: (505) 476-3220

EMNRD Home OCD Main Page OCD Rules Help

Received by OCD: 8/7/2020 9:47:49 AM Form C-141 State of New Mexico

Oil Conservation Division

	Page 30 of 3
Incident ID	nOY1727957654
District RP	
Facility ID	
Application ID	

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?	(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 not 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
- Depth to water determination
- Determination of water sources and significant watercourses within ½-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.

Horm CLIZI	20 9:47:49 AM State of New M	fexico		Page 31 of
			Incident ID	nOY1727957654
Page 4	Oil Conservation	Division	District RP	
			Facility ID	
			Application ID	
public health or the environ failed to adequately investi	e required to report and/or file certain ment. The acceptance of a C-141 re gate and remediate contamination the of a C-141 report does not relieve the Bynum	port by the OCD does not relieve at pose a threat to groundwater, su	the operator of liability sho rface water, human health npliance with any other feo	ould their operations have or the environment. In
	om Bynum dvn.com			

Received by OCD: 8/7/2020 9:47:49 AM State of New Mexico

Oil Conservation Division

Incident ID	nOY1727957654
District RP	
Facility ID	
Application ID	

Remediation Plan

<u>Remediation Plan Checklist</u> : Each of the following items must be	e included in the plan.
 Detailed description of proposed remediation technique Scaled sitemap with GPS coordinates showing delineation point Estimated volume of material to be remediated Closure criteria is to Table 1 specifications subject to 19.15.29. Proposed schedule for remediation (note if remediation plan times) 	12(C)(4) NMAC
Deferral Requests Only: Each of the following items must be con	nfirmed as part of any request for deferral of remediation.
Contamination must be in areas immediately under or around production.	roduction equipment where remediation could cause a major facility
Extents of contamination must be fully delineated.	
Contamination does not cause an imminent risk to human health	n, the environment, or groundwater.
	e and remediate contamination that pose a threat to groundwater, acceptance of a C-141 report does not relieve the operator of
Printed Name: Tom Bynum	Title: EHS Consultant
Signature: <u>Tom Bynum</u>	Date: 8/6/2020
email: tom.bynum@dvn.com	Telephone: <u>575-748-0176</u>
OCD Only	
Received by:	Date:
Approved Approved with Attached Conditions of	Approval Denied Deferral Approved
Signature:	Date:

Page 5

Page 6

Oil Conservation Division

	Page 33 of 30
Incident ID	nOY1727957654
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.

<u>Closure Report Attachment Checklist</u>: Each of the following a	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 must be notified 2 days prior to liner inspection)	s of the liner integrity if applicable (Note: appropriate OCD District office
Laboratory analyses of final sampling (Note: appropriate OD	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 certain may endanger public health or the environment. The acceptance of should their operations have failed to adequately investigate and re human health or the environment. In addition, OCD acceptance of	ations. The responsible party acknowledges they must substantially onditions that existed prior to the release or their final land use in
Printed Name: Tom Bynum	Title: EHS Consultant
Signature: Tom Bynum	Date: 8/6/2020
email: tom.bynum@dvn.com	Telephone: <u>575-748-0176</u>
OCD Only	
Received by: OCD	Date: 8/7/2020
	water, human health, or the environment nor does not relieve the responsible
remediate contamination that poses a threat to groundwater, surface party of compliance with any other federal, state, or local laws and	water, human health, or the environment nor does not relieve the responsible
remediate contamination that poses a threat to groundwater, surface party of compliance with any other federal, state, or local laws and	/or regulations.

Devon Energy Production Company Devon Thistle Unit 34 CTB

5E29133, BG53

APPENDIX C WATER WELL DATA



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

(A CLW###### in the POD suffix indicates the POD has been replaced & no longer serves a	(R=POD been rep O=orpha C=the fil	laced, ned,		(aua	rter	rs are	1=NW	/ 2=NE	3=SW 4=SF	3)					
water right file.)	closed)		(quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are smallest to largest) (NAD83 UTM in meters)									(In feet)				
		POD														
		Sub-		Q	Q	Q								W	ater	
POD Number	Code	basin	County	64	16	4	Sec	Tws	Rng	Х	Y	DistanceDep	othWellDept	hWater Co	lumn	
<u>C 02281</u>		CUB	LE	3	4	4	28	23S	33E	634495	3571183* 🌍	1879	545	400	145	
<u>C 02280</u>		CUB	LE	3	2	4	28	23S	33E	634489	3571586* 🌍	2192	650	400	250	
<u>C 02279</u>		CUB	LE	3	4	3	28	23S	33E	633691	3571173* 🌍	2497	650	400	250	
<u>C 02278</u>		CUB	LE	3	4	2	28	23S	33E	634484	3571989* 🌍	2530	650	400	250	
<u>C 02308</u>		CUB	LE	1	3	1	10	24S	33E	634953	3567364* 🌍	2596	40	20	20	
<u>C 02284</u>		CUB	LE	4	2	4	26	23S	33E	637907	3571626* 🌍	2780	325	225	100	
											Avera	ge Depth to Wate	pth to Water:		307 feet	
												Minimum Depth:		20 feet		
												Maximum Dep	oth:	400 fee	t	
Record Count: 6																
UTMNAD83 Radius	<u>s Search (i</u>	<u>1 meters</u>) <u>:</u>													
Easting (X): 635	5791		North	ing	(Y)	:	3569	822			Radius: 3000					
*UTM location was derived	from PLSS	- see Helj	p													
The data is furnished by the Maccuracy, completeness, reliab										derstanding th	nat the OSE/ISC ma	ake no warranties,	expressed or in	nplied, concerr	ning the	

7/29/20 3:27 PM

WATER COLUMN/ AVERAGE DEPTH TO WATER

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:			
Pima Environmental Services, LLC	329999			
5614 N Lovington Hwy	Action Number:			
Hobbs, NM 88240	9558			
	Action Type:			
	[C-141] Release Corrective Action (C-141)			

CONDITIONS

Created By	Condition	Condition Date
amaxwell	None	9/20/2022

CONDITIONS

Page 36 of 36

Action 9558