

Pima Environmental Services 5614 N. Lovington Highway Hobbs, NM 88240 575-964-7740

August 15th, 2023

NMOCD District 2 811 S. First St Artesia, NM, 88210

RE: Liner Inspection and Closure Report Darter 9 State 8 Tank Battery API No. N/A GPS: Latitude 32.85150 Longitude -104.08730 UL- E, Section 9, Township 17S, Range 29E NMOCD Reference No. NAPP2318733876

Spur Energy Partners (Spur) has contracted Pima Environmental Services, LLC (Pima) to perform a liner inspection and prepare this closure report for the release of produced water and crude oil that happened on the Darter 9 State 8 Tank Battery (Darter). An initial C-141 was submitted on July 6, 2023, and can be found in Appendix B. This incident was assigned Incident ID. NAPP2318733876, by the New Mexico Oil Conservation Division (NMOCD).

Site Information and Site Characterization

The Darter is located approximately seven (7) miles Northwest of Loco Hills, NM. This spill site is in Unit E, Section 9, Township 17S, Range 29E, Latitude 32.85150 Longitude -104.08730, Eddy County, NM. A Location Map can be found in Figure 1.

Based upon New Mexico Office of the State Engineer well water data, depth to the nearest groundwater in this area is 76 feet below grade surface (BGS). According to the United States Geological Survey well water data, depth to the nearest groundwater in this area is greater than 70.90 feet BGS. See Appendix A for referenced water surveys. The Darter is in a high karst area (Figure 3). A Topographic Map can be found in Figure 2.

Release Information

NAPP2318733876: On July 5, 2023, A corroded check valve caused an oil and produced water release into the lined containment. Approximately 23 barrels (bbls) of produced water and 23 barrels (bbls) of crude oil were released. A vacuum truck was dispatched and recovered 20 bbls of crude oil and 20 bbls of produced water from the lined SPCC containment ring.

Site Assessment and Liner Inspection

From August 4 to August 10, 2023, a hand shoveling crew was dispatched to remove all contaminated material from inside the lined containment. Approximately 50 cubic yards of contaminated gravel were removed and disposed of at an NMOCD approved landfill.

On August 13, 2023, after sending the 48-hour notification via email, Pima Environmental conducted a liner inspection at this location. We concluded that this liner and containment maintained its integrity and was able to retain the fluids. The liner inspection form and photographic documentation can be found in Appendix C.

Closure Request

After careful review, Pima requests that this incident NAPP2318733876 be closed. Spur has complied with the applicable closure requirements.

Should you have any questions or need additional information, please feel free to contact Sebastian Orozco at 619-721-4813 or <u>sebastian@pimaoil.com</u>.

Respectfully,

Sebastian Orozco

Sebastian Orozco Project Manager Pima Environmental Services, LLC

Attachments

Figures:

- 1- Location Map
- 2- Topographic Map
- 3- Karst Map
- 4- Site Map

Appendices:

Appendix A- Referenced Water Surveys Appendix B- C-141 Form & 48 Hour Notification Appendix C- Liner Inspection Form & Photographic Documentation

•



Figures:

1-Location Map

2-Topographic Map

3-Karst Map

4-Site Map

Received by OCD: 8/21/2023 12:12:21 PM Darter 9 State 8 Tank Battery

211

Spur Energy API # N/A Eddy County, NM Location Map Legend

Page 4 of 29

ð

🍰 7 Miles

Darter 9 State 8 Tank Battery

Darter 9 State 8 Tank Battery

214

213

214

Gauga lamagar th3/2023 3:25:11 PM

211

3 mi

LOCO HIIS

The Cen

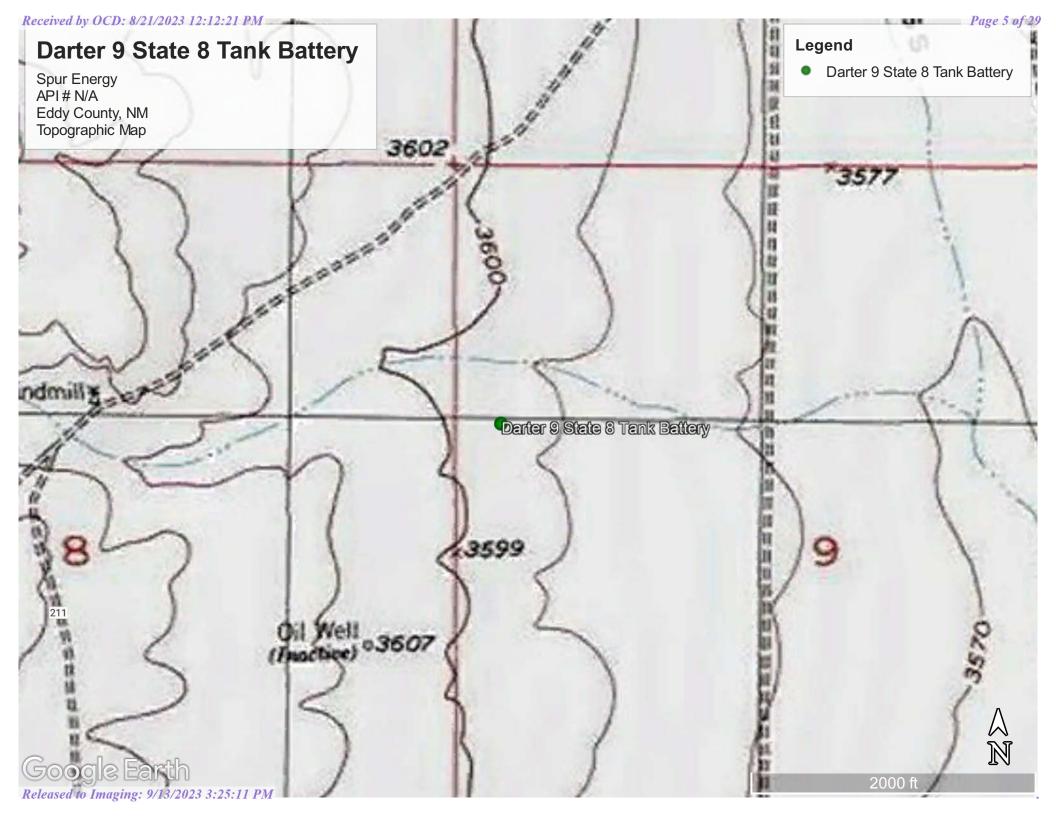
STREET, STREET

216

S. Hwy 8

Loco Hills Water Disposal

and the



Received by OCD: 8/21/2023 12:12:21 PM

Darter 9 State 8 Tank Battery

Spur Energy API # N/A Eddy County, NM Karst Map



Page 6 of 29

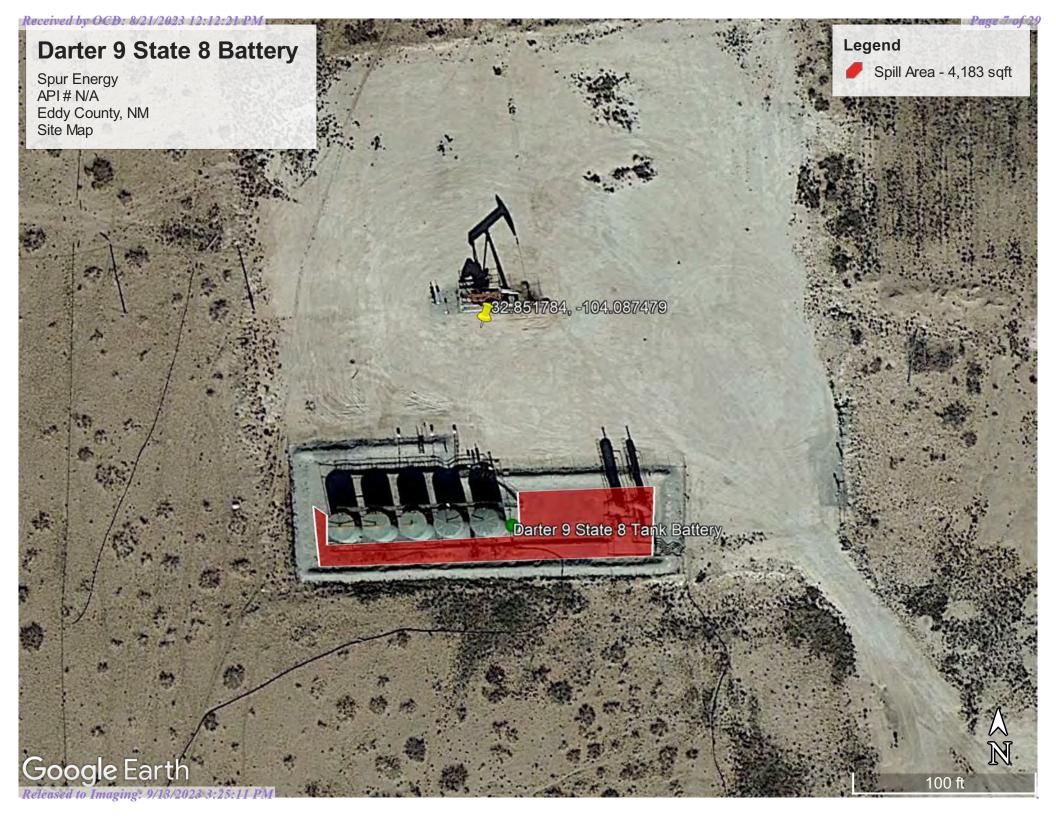
Darter 9 State 8 Tank Battery

211

214



A N





Appendix A

Water Surveys: OSE USGS Surface Water Map Wetlands Map

	N	/ate					00	v			e Engino pth to		ter	
(A CLW##### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)	(R=POD replaced, O=orpha C=the fil closed)	ned,	1	` 1			V 2=NE est to lar	3=SW 4=SF gest) (N	E) AD83 UT	M in m	neters)	(In f	eet)	
		POD Sub-		000)								W	/ater
POD Number	Code		County		-	Tws	Rng	X	Ŋ	Y	DistanceDep	thWellDept		
<u>RA 11807 POD1</u>		RA	ED		3 22	17S	29E	587360	363158	5 🌍	4102	131	76	55
										Averag	ge Depth to Wate	r:	76 fee	t
											Minimum Dep	th:	76 fee	t
											Maximum Dep	th:	76 fee	t
Record Count: 1														
UTMNAD83 Radius	<u>Search (in</u>	meters)	<u>:</u>											
Easting (X): 585	405.54		Nortl	hing (Y):	3635	5192.84	1		Radius:	5000				
The data is furnished by the N accuracy, completeness, reliab	MOSE/ISC	and is acc	epted by the	e recipient	with th	ie expre	essed und	erstanding th	at the OSE/	ISC ma	ke no warranties, e	xpressed or in	plied, concerr	ning th

7/6/23 2:03 PM

WATER COLUMN/ AVERAGE DEPTH TO WATER



USGS Home Contact USGS Search USGS

National Water Information System: Web Interface

USGS Water Resources	

Data C	ategory:		Geographic Area:		
Grou	ndwater	~	United States	►	GO

Click to hideNews Bulletins

- Explore the *NEW* <u>USGS National Water Dashboard</u> interactive map to access realtime water data from over 13,500 stations nationwide.
- Full News 🔊

Groundwater levels for the Nation

Important: <u>Next Generation Monitoring Location Page</u>

Search Results -- 1 sites found

site_no list =

• 324936104040501

Minimum number of levels = 1

Save file of selected sites to local disk for future upload

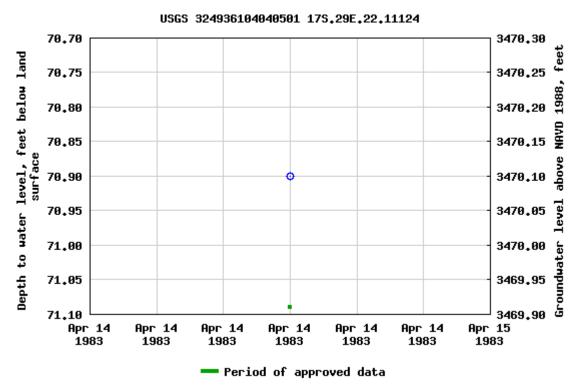
USGS 324936104040501 17S.29E.22.11124

Available data for this site Groundwater: Field measurements V GO

Eddy County, New Mexico Hydrologic Unit Code 13060011 Latitude 32°49'36", Longitude 104°04'05" NAD27 Land-surface elevation 3,541 feet above NAVD88 This well is completed in the Other aquifers (N99990THER) national aquifer. This well is completed in the San Andres Limestone (313SADR) local aquifer.

Output formats

Table of data	
Tab-separated data	
Graph of data	
Reselect period	



Breaks in the plot represent a gap of at least one year between field measurements. Download a presentation-quality graph

Questions or Comments Automated retrievals Help Data Tips Explanation of terms Subscribe for system changes News

Accessibility FOIA Privacy Policies and Notices

U.S. Department of the Interior | U.S. Geological Survey Title: Groundwater for USA: Water Levels URL: https://nwis.waterdata.usgs.gov/nwis/gwlevels? USA.gov

Page Contact Information: <u>USGS Water Data Support Team</u> Page Last Modified: 2023-07-06 16:05:21 EDT 0.56 0.48 nadww01



National Wetlands Inventory

Wetlands Map



July 6, 2023

Wetlands

- Estuarine and Marine Deepwater
- Estuarine and Marine Wetland

- **Freshwater Pond**

Freshwater Emergent Wetland

Freshwater Forested/Shrub Wetland

Lake Other Riverine

This map is for general reference only. The US Fish and Wildlife Service is not responsible for the accuracy or currentness of the base data shown on this map. All wetlands related data should be used in accordance with the layer metadata found on the Wetlands Mapper web site.

Released to Imaging: 9/13/2023 3:25:11 PM

National Wetlands Inventory (NWI) This page was produced by the NWI mapper



Appendix B

C-141 Form

48-Hour Notification

District I 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 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

)

Page 15 of 29

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)
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		

Incident ID	
District RP	
Facility ID	
Application ID	

	
Was this a major	If YES, for what reason(s) does the responsible party consider this a major release?
release as defined by	
19.15.29.7(A) NMAC?	
19.13.29.7(A) INMAC:	
🗌 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:	Date:

Page 2

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>>50</u> (ft bgs)
Did this release impact groundwater or surface water?	Yes X 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 X No
Are the lateral extents of the release overlying a subsurface mine?	🗌 Yes д 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 ᡵ 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.

- x Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells.
 ☐ Field data
- Data table of soil contaminant concentration data
- x Depth to water determination
- x 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
- x 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.

.

Page 3

Received by OCD: 8/21/2023 12 Form C-141	:12:21 PM			Page 18 of 29
			Incident ID	nAPP2318733876
Page 4	Oil Conservation Division		District RP	
			Facility ID	
			Application ID	
regulations all operators are requir public health or the environment. failed to adequately investigate and addition, OCD acceptance of a C-1 and/or regulations. Printed Name: <u>Katherine Pu</u> Signature: <u>Katherine Pu</u> email: <u>katherine.purvis@sp</u>	rvis	ifications and perform co OCD does not relieve the eat to groundwater, surface	rrective actions for rele operator of liability sho ce water, human health	ases which may endanger ould their operations have or the environment. In
OCD Only Received by: <u>Shelly Wells</u>		Date: <u>8/21/</u>	2023	

Page 6

Oil Conservation Division

Incident ID	nAPP2318733876
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 items must be included in the closure report.

X A scaled site and sampling diagram as described in 19.15.29.11 NMAC

 \mathbf{x} 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)

k 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: <u>Katherine Purvis</u>	Title: <u>EHS Coordinator</u>	
Signature: Katherine Purvis	Date:	
email: <u>katherine.purvis@spurenergy.com</u>	Telephone: <u>575-441-8619</u>	_
OCD Only		

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

Date: 8/21/2023

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: <u>Shelly Wells</u>	Date: <u>9/13/2023</u>
Printed Name: <u>Shelly Wells</u>	Title: Environmental Specialist-Advanced

Page	20	01	<i>29</i>
		~	

From:	sebastian@pimaoil.com
To:	ocdonline@state.nm.us
Cc:	Polly@pimaoil.com; tom@pimaoil.com
Subject:	Darter 9 State 8 Tank Battery (nAPP2318733876) - Liner Inspection 48 Hour Notification
Date:	Friday, August 11, 2023 9:27:36 AM
Attachments:	

Good morning,

Pima Environmental will be conducting a liner inspection at the Darter 9 State 8 Tank Battery

(nAPP2318733876), on Sunday August 13th, 2023. Pima personnel will be on location roughly at 9:30 am. Thank you.

Respectfully, Sebastian Orozco Project Manager 5614 N Lovington Hwy, Hobbs, NM 88240 <u>Sebastian@pimaoil.com</u> 619-721-4813 cell





Appendix C

Liner Inspection Form

Photographic Documentation



Liner Inspection Form

Company Name:	Spur Energy		
Site:	Darter 9 State 8 Tank Batter	Y	
Lat/Long:	32.85150, -104.08730		
NMOCD Incident ID & Incident Date:	<u>NAPP2318733876</u>	7/05/2023	
2-Day Notification Sent:	<u>via Email by Sebastian Or</u>	rozco_8/11/2023	
Inspection Date:	<u>8/13/2023</u>		
Liner Type:	Earthen w/liner	Earthen no liner	Polystar
	Steel w/poly liner	Steel w/spray epoxy	No Liner

Other:

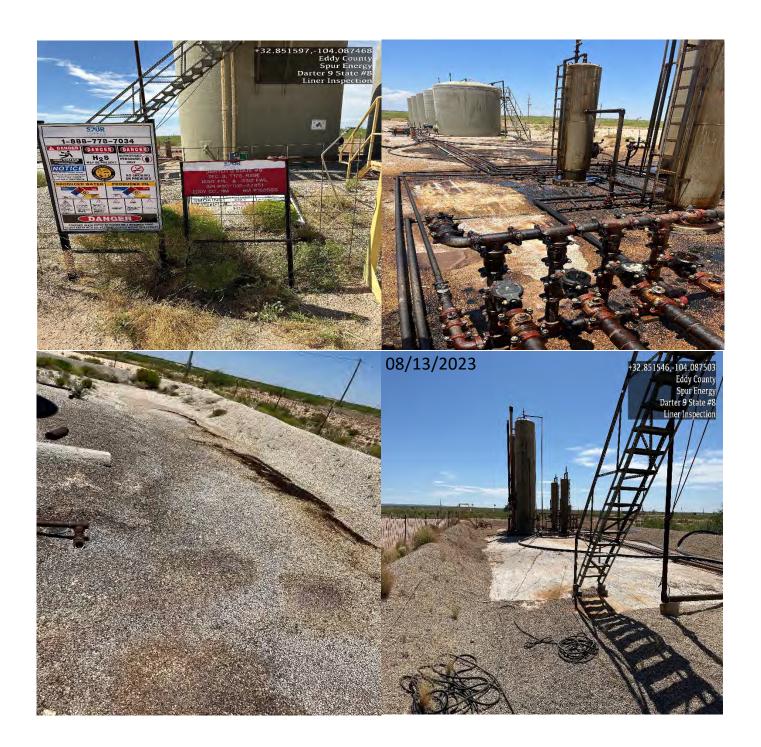
Visualization	Yes	No	Comments
Is there a tear in the liner?		Х	
Are there holes in the liner?		Х	
Is the liner retaining any fluids?		Х	
Does the liner have integrity to contain a leak?	Х		

Comments:

Inspector Name: <u>Andrew Franco</u> Inspector Signature: <u>Andrew Franco</u>



SITE PHOTOGRAPHS SPUR ENERGY PARTNERS DARTER 9 STATE 8 TANK BATTERY LINER INSPECTION

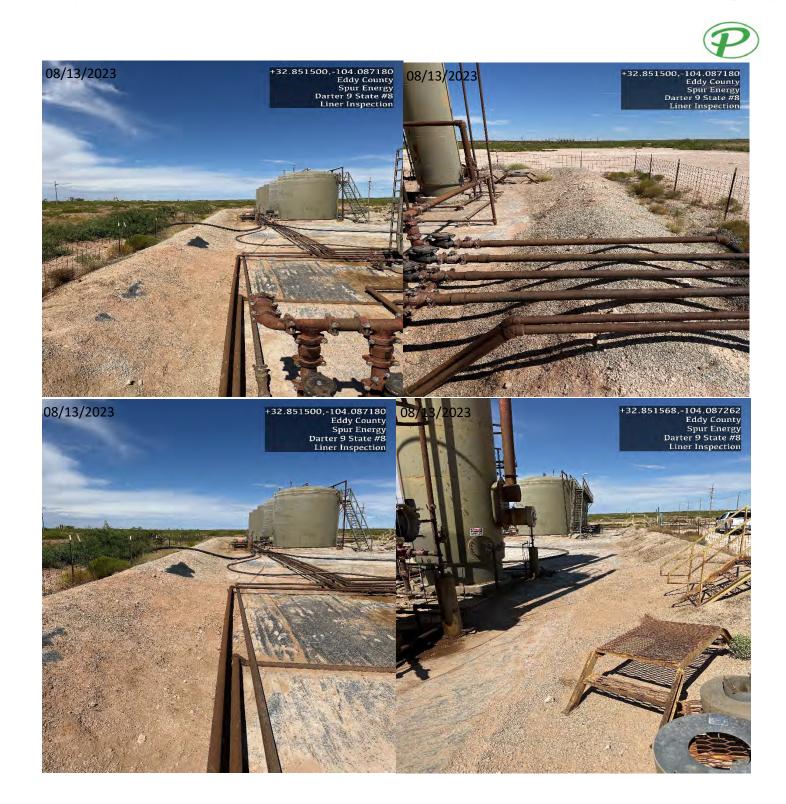












Page 28 of 29



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: C	OGRID:
Spur Energy Partners LLC	328947
9655 Katy Freeway	Action Number:
Houston, TX 77024	254901
	Action Type:
	[C-141] Release Corrective Action (C-141)
CONDITIONS	

Created By Condition scwells None

CONDITIONS

Action 254901

Condition Date

9/13/2023