

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

September 25th, 2023

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

RE: Liner Inspection and Closure Report

Pebble 8 7 State Com Tank Battery

API No. N/A

GPS: Latitude 32.85474 Longitude -103.68503 UL- B, Section 8, Township 17S, Range 33E NMOCD Reference No. NAPP2324830573

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 occurred on the Pebble 8 7 State Com Tank Battery (Pebble). An initial C-141 was submitted on September 5th, 2023, and can be found in Appendix B. This incident was assigned Incident ID NAPP2324830573, by the New Mexico Oil Conservation Division (NMOCD).

Site Information and Site Characterization

The Pebble is located approximately four and a half (4.56) miles East of Maljamar, NM. This spill site is in Unit B, Section 8, Township 17S, Range 33E, Latitude 32.85474 Longitude -103.68503, Lea 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 145 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 170.24 feet BGS. See Appendix A for referenced water surveys. The Pebble is in a low karst area (Figure 3). A Topographic Map can be found in Figure 2.

Release Information

NAPP2324830573: On September 2, 2023, a pump failed causing a tank to overflow leading to a release of oil and produced water into the lined containment.

A Site Map can be found in Figure 4.

Site Assessment and Liner Inspection

From August 18-20 and 22, 2023, Pima personnel arrived at the Pebble to conduct a pressure washing event of the impacted area. The standing rainwater was removed using a hydro vacuum and the remaining contaminant was scrubbed and pressure washed. All liquids remained inside the lined containment.

On August 22nd 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 NAPP2324830573 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 sebastian@pimaoil.com.

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:

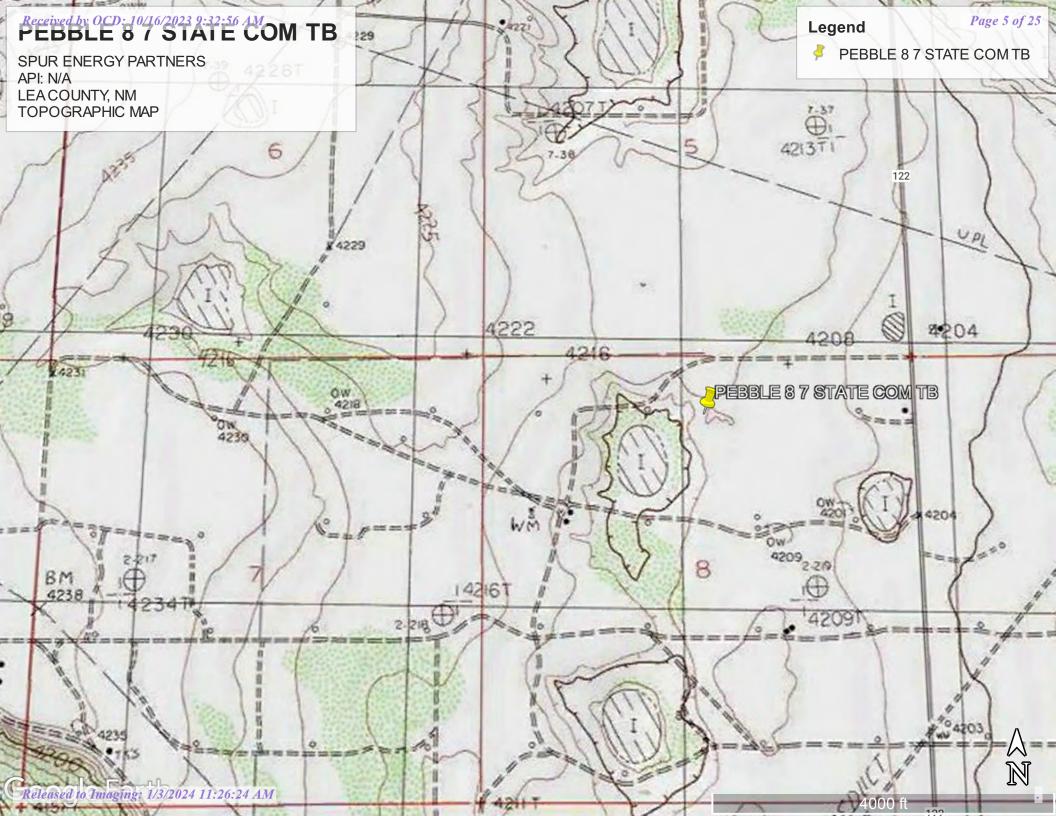
1-Location Map

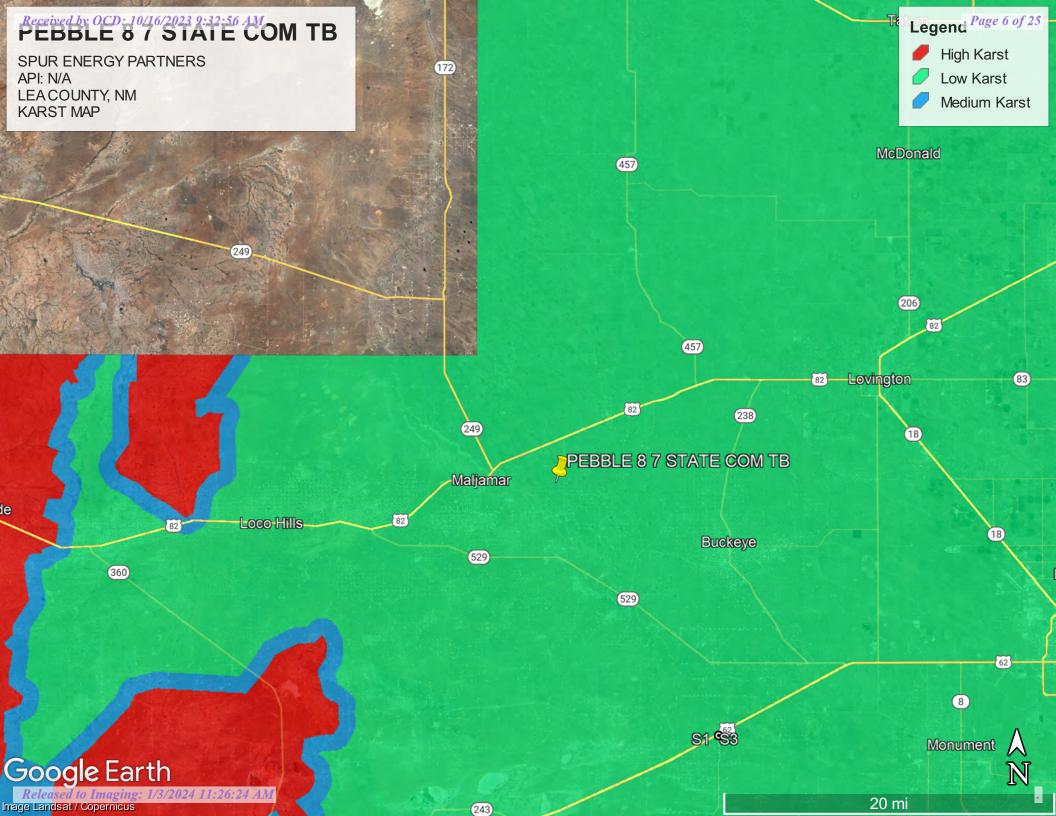
2-Topographic Map

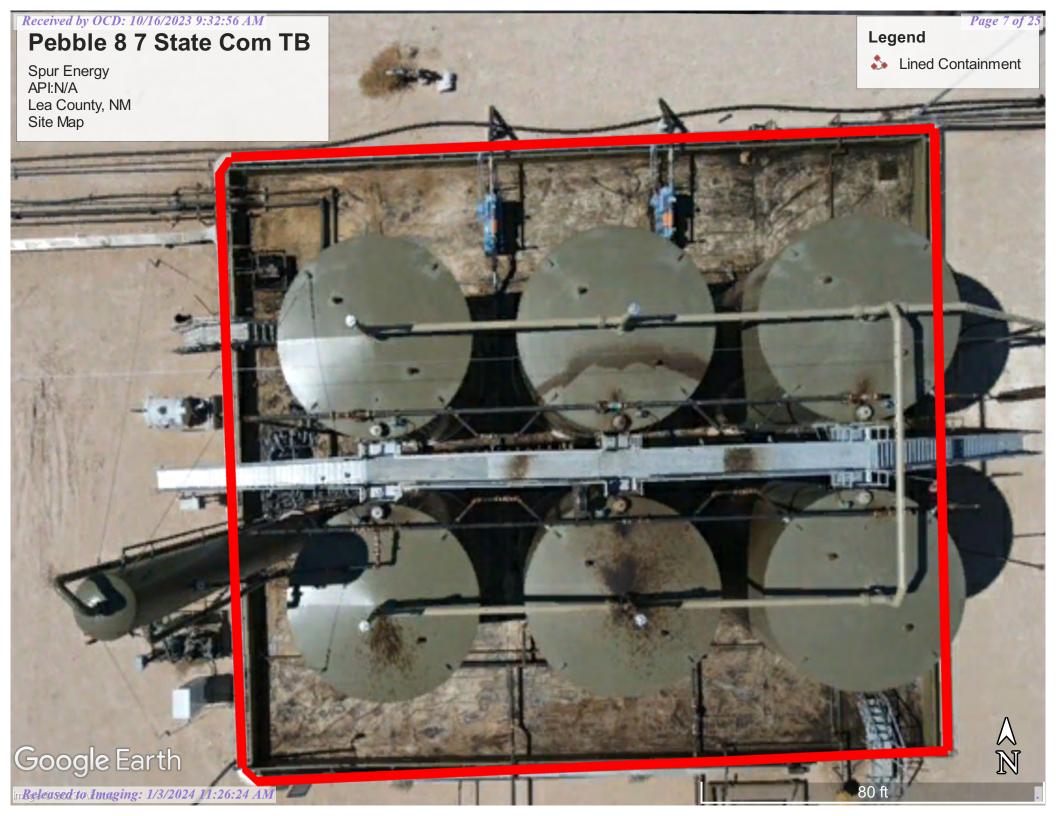
3-Karst Map

4-Site Map











Appendix A

Water Surveys:

OSE

USGS

Surface Water Map



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 water right file.)

(R=POD has been replaced, O=orphaned, C=the file is

closed)

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

		POD Sub-		o	Q	o								W	⁄ater
POD Number	Code		County					Tws	Rng	X	\mathbf{Y}	DistanceDep	othWellDep		
L 01391 POD8		L	LE	2		1	08	17S	33E	622915	3636122	216	274	145	129
L 01391 POD7		L	LE	2	2	2	08	17S	33E	623670	3636047	632	280	172	108
<u>L 04038</u>		L	LE		1	4	08	17S	33E	623226	3635124*	845	245	173	72
L 03528 S2		L	LE	1	3	3	09	17S	33E	623935	3634833*	1427	262	180	82
<u>L 03749</u>		L	LE		3	3	09	17S	33E	624036	3634734*	1568	230	160	70
<u>L 02770 S</u>		L	LE			4	07	17S	33E	621825	3634898*	1610	227	182	45
<u>L 03598 S</u>		L	LE	2	2	2	05	17S	33E	623690	3637642*	1811	272	160	112
<u>L 03726</u>		L	LE	1	2	2	18	17S	33E	621930	3634400*	1909	208	188	20
<u>L 04524</u>		L	LE				06	17S	33E	621387	3636896*	1909	100	90	10
<u>L 04122</u>		L	LE		2	3	07	17S	33E	621216	3635093*	2019	249	214	35
<u>L 03528</u>		L	LE	3	4	4	04	17S	33E	625120	3636261*	2098	265	158	107
<u>L 02770</u>		L	LE			2	18	17S	33E	621836	3634093*	2215	216	179	37
L 03622		L	LE				17	17S	33E	623053	3633703*	2246	226	180	46

Average Depth to Water:

167 feet

Minimum Depth:

90 feet

Maximum Depth:

214 feet

Record Count: 13

<u>UTMNAD83 Radius Search (in meters):</u>

Easting (X): 623045

Northing (Y): 3635949.55

Radius: 2500

Received by OCD: 10/16/2023 9:32:56 AM



USGS Home Contact USGS Search USGS

National Water Information System: Web Interface

USGS Water Resources	Data Category:	Geographic Area:	
0303 Water Resources	Groundwater ~	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 =

• 325136103413201

Minimum number of levels = 1

Save file of selected sites to local disk for future upload

USGS 325136103413201 17S.33E.06.42000

Available data for this site Groundwater: Field measurements GO

Lea County, New Mexico

Hydrologic Unit Code 13070007

Latitude 32°51'42", Longitude 103°41'45" NAD27

Land-surface elevation 4,224.10 feet above NGVD29

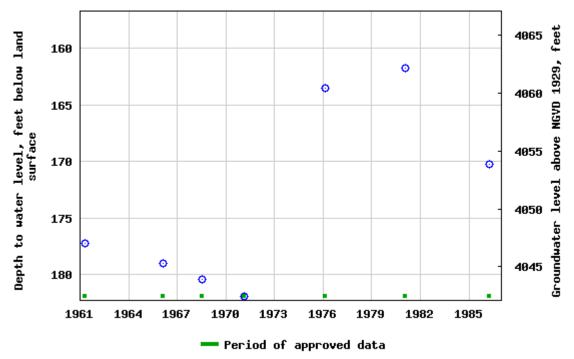
This well is completed in the High Plains aquifer (N100HGHPLN) national aquifer.

This well is completed in the Ogallala Formation (1210GLL) local aquifer.

Output formats

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

USGS 325136103413201 175,33E,06,42000



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

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

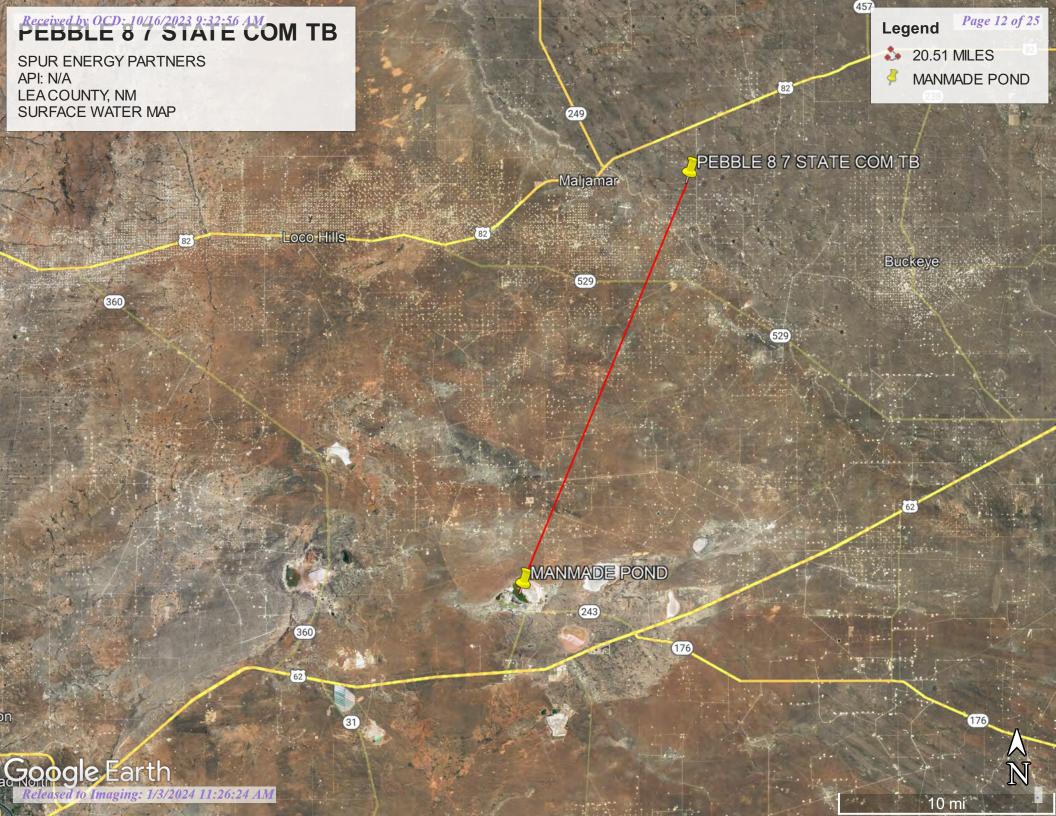
URL: https://nwis.waterdata.usgs.gov/nwis/gwlevels?

Page Contact Information: <u>USGS Water Data Support Team</u>

Page Last Modified: 2023-09-25 15:23:58 EDT

0.6 0.53 nadww02







Appendix C

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

Incident ID	nAPP2324830573
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party	Spur Energy Partners LLC	OGRID	328947
Contact Name	Katherine Purvis	Contact Telephone	(575) 441-8619
Contact email	katherine.purvis@spurenergy.com	Incident # (assigned by OCD)	nAPP2324830573
Contact mailing address	9655 Katy Freeway; Houston, T.	X 77024	

			Location	ot R	elease Source	2			
Latitude	32.8547	' 4			Longitude1	03.68503			
			(NAD 83 in dec	imal de	grees to 5 decimal place:	s)			
Site Name PEBBLE 8 7 STATE COM TANK BATTERY Site Type BATTERY									
Date Release	Discovered	09/02/2023			API# (if applicable)	N/A			
Unit Letter	Section	Township	Range		County				
В	8	17S	33E		LEA				
Surface Owne	er: 🔳 State	☐ Federal ☐ Tr	ibal 🗌 Private (A	lame:)	

Nature and Volume of Release

	rature and volume of	Keitast			
Materia	al(s) Released (Select all that apply and attach calculations or special	fic justification for the volumes provided below)			
Crude Oil	Volume Released (bbls) 20 BBLS	Volume Recovered (bbls) 19 BBLS			
Produced Water	Volume Released (bbls) 25 BBLS	Volume Recovered (bbls) 24 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					
PUMP FAILURE CAUSED A TANK TO OVERFLOW RELEASING OIL AND PRODUCED WATER INTO LINED CONTAINMENT					

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Incident ID nAPP2324830573
District RP
Facility ID
Application ID

Was this a major release as defined by	0 11					
19.15.29.7(A) NMAC?	THE RELEASE IS GREATER THAN 25 BBLS.					
■ Yes □ No	■ Yes □ No					
·	·	whom? When and by what means (phone, email, etc)?				
	URVIS OF SPUR ENERGY VI TAL ON 09/05/2023	A NOR SUBMISSION TO THE NMOCD				
	., 12 011 00/00/2020					
	Initial	Response				
The responsible	party must undertake the following actions immed	iately unless they could create a safety hazard that would result in injury				
■ The source of the rele	ease has been stonned					
	is been secured to protect human health	and the environment.				
	•	or dikes, absorbent pads, or other containment devices.				
All free liquids and re	ecoverable materials have been removed	and managed appropriately.				
If all the actions describe	d above have <u>not</u> been undertaken, expla	in why:				
N/A						
B 10.15.20.0 B (4) NB	TA C .1					
		ce remediation immediately after discovery of a release. If remediation ial efforts have been successfully completed or if the release occurred				
within a lined containmen	nt area (see 19.15.29.11(A)(5)(a) NMAC	C), please attach all information needed for closure evaluation.				
		the best of my knowledge and understand that pursuant to OCD rules and notifications and perform corrective actions for releases which may endanger				
public health or the environ	ment. The acceptance of a C-141 report by t	he OCD does not relieve the operator of liability should their operations have				
		threat to groundwater, surface water, human health or the environment. In r of responsibility for compliance with any other federal, state, or local laws				
and/or regulations.						
Printed Name: Kathy Purvis Title: EHS Coordinator						
Signature: Kathy F	Signature: Kathy Purvis email: katherine.purvis@spurenergy.com Telephone: (575) 441-8619					
Signature: Kathy Purvis email: katherine.purvis@spurenergy.com Telephone: 09/05/2023 Telephone: (575) 441-8619						
OCD Only						
Received by:		Date:				

e of New Mexico

Incident ID	nAPP2324830573
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 X No
Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse?	Yes X 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 k 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 No
Are the lateral extents of the release overlying an unstable area such as karst geology?	Yes X No
Are the lateral extents of the release within a 100-year floodplain?	Yes X 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 vercontamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.	rtical extents of soil
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 well 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 	ls.

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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			1

Incident ID	nAPP2324830573
District RP	
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Application ID	

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: Katherine Purvis Title	: EHS Coordinator		
Signature: Katherine Purvis	Date: 1016/2023		
email: <u>katherine.purvis@spurenergy.com</u> Telephor	ne: <u>575-441-8619</u>		
OCD Only			
Received by: Shelly Wells	Date: 10/16/2023		

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Incident ID	nAPP2324830573
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 in	cluded in the closure report.
X A scaled site and sampling diagram as described in 19.15.29.11 NMAC	
x Photographs of the remediated site prior to backfill or photos of the liner intemust be notified 2 days prior to liner inspection)	egrity if applicable (Note: appropriate OCD District office
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 and regulations all operators are required to report and/or file certain release notific may endanger public health or the environment. The acceptance of a C-141 report should their operations have failed to adequately investigate and remediate contamination human health or the environment. In addition, OCD acceptance of a C-141 report compliance with any other federal, state, or local laws and/or regulations. The responder reclaim, and re-vegetate the impacted surface area to the conditions that expression with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence with 19.15.29.13 NMAC including notification to the OCD when reclaim the respondence wi	ations and perform corrective actions for releases which by the OCD does not relieve the operator of liability ination that pose a threat to groundwater, surface water, does not relieve the operator of responsibility for onsible party acknowledges they must substantially isted prior to the release or their final land use in mation and re-vegetation are complete.
email: <u>katherine.purvis@spurenergy.com</u> Telephone: <u>5</u>	75-441-8619
OCD Only	
Received by: Shelly Wells Date:	10/16/2023
Closure approval by the OCD does not relieve the responsible party of liability shou remediate contamination that poses a threat to groundwater, surface water, human he party of compliance with any other federal, state, or local laws and/or regulations.	
Closure Approved by: Scott Rodgers Date	:01/03/2024
Printed Name: Scott Rodgers Title	Environmental Specialist Adv.

Sebastian@pimaoil.com

From: sebastian@pimaoil.com

Sent: Tuesday, September 19, 2023 1:40 PM

To: ocd.enviro@emnrd.nm.gov

Cc: tom@pimaoil.com; 'Lynsey Coons'

Subject: Pebble 8 7 State Com Tank Battery (NAPP2324830573) - Liner Inspection 48 Hour Notification

Good afternoon,

Pima Environmental will be conducting a liner inspection at the Pebble 8 7 State Com Tank Battery (NAPP2324830573), on Friday September 22nd, 2023. Pima personnel will be on location roughly at 6 am. Thank you.

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





Appendix D

Liner Inspection Form

Photographic Documentation



Liner Inspection Form

Company Name:	Spur En	ergy				
Site:	Pebble	Pebble 8 7 State Com Tank Battery				
Lat/Long:	32.85474, -103.68503					
NMOCD Incident ID & Incident Date:	NA	.PP232	4830573	9/02/2023		
2-Day Notification Sent:	via E	mail by	Sebastian Ore	ozco_9/19/2023		
Inspection Date:	9/22	/2023_				
Liner Type:	Earthen	w/line		Earthen no line	r	Polystar
	Steel w/	poly lii	ner	Steel w/spray e	poxy	No Liner
Other:						
Visualization	Yes	No		Con	nments	
Is there a tear in the liner?		X				
Are there holes in the liner?	2	X				
Is the liner retaining any fluids?		X				
Does the liner have integrity to contain a leak?	X					
Comments:						
Inspector Name:Ar	ndrew Fr	anco_	Inspec	tor Signature: <u>-</u>	Gndrew Franco_	

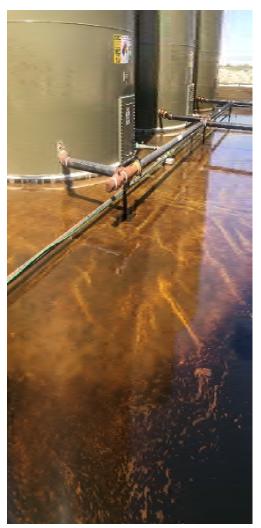


SITE PHOTOGRAPHS SPUR ENERGY PARTNERS Pebble 8 7 State Com TB

Pre-Treatment:









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

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 275889

CONDITIONS

Operator:	OGRID:
Spur Energy Partners LLC	328947
9655 Katy Freeway	Action Number:
Houston, TX 77024	275889
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By		Condition Date
scott.rodgers	None	1/3/2024