



Ameredev II, LLC

2901 Via Fortuna Suite 600 • Austin, Texas 78746 • Phone (737) 300-4700

October 8, 2023

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

RE: DeSoto Springs #3 Recycling Containment and Recycling Facility
1 RF-498
Facility ID# fVV2234954815
Section 5 T26S R36E, Lea County

Ameredev Operating respectfully submits notification of the following:

A leak was discovered on 7/10/2023 on the primary liner of the 40K AST and was reported to NMOCD on July 12, 2023.

The leak was identified, and the primary liner was replaced with same product as in the registration package (Layfield, 40 mil LLDPE, factory welded). The secondary liner was determined to be intact. The AST was initially filled with fresh water and the leak detection system was monitored. Leak detection measurement was at "0" (no evidence of leak). The AST was put back in use for produced water on October 7, 2023.

Please contact us with any questions.

Sincerely,

A handwritten signature in black ink that reads "Shane McNeely". The signature is written in a cursive, flowing style.

Shane McNeely
Production Manager
Direct: (737) 300-4729
Email: smcneely@ameredev.com

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

Action 273967

CONDITIONS

Operator: AMEREDEV OPERATING, LLC 2901 Via Fortuna Austin, TX 78746	OGRID: 372224
	Action Number: 273967
	Action Type: [C-147] Water Recycle Long (C-147L)

CONDITIONS

Created By	Condition	Condition Date
vvenegas	Thank you for the notification. Please [372224] AMEREDEV OPERATING, LLC submit copies of the leak detection system fluid level test logs. Use a C-147 (long form) with the "Other" box checked. "Fluid Level Test Report" should be written as the explanation of "Other."	10/13/2023