



Ameredev II, LLC

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

February 27, 2024

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:

The leak detection system identified fluids beneath the primary liner of the 40K AST. The containment is being drained until the location of the leak is identified. Leak repair will occur as soon as the leak is isolated.

When repair completed and liner inspected, Ameredev will begin filling the AST incrementally by 20 % with monitoring of the leak detection system for 24 hours following each fill increment to ensure leak repair is successful.

Ameredev will notify NMOCD when tank is refilled and leak detection system reads "0",

Please contact me if you have any questions.

Sincerely,

Laura Parker
Environmental Specialist
505.270.8647
Email: lparker@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
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1220 S. St Francis Dr., Santa Fe, NM 87505
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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 318052

CONDITIONS

Operator: AMEREDEV OPERATING, LLC 2901 Via Fortuna Austin, TX 78746	OGRID: 372224
	Action Number: 318052
	Action Type: [C-147] Water Recycle Long (C-147L)

CONDITIONS

Created By	Condition	Condition Date
vvenegas	Per 19.15.34.13.B(4) and (5): (4) If the containment's primary liner is compromised above the fluid's surface, the operator shall repair the damage or initiate replacement of the primary liner within 48 hours of discovery or seek an extension of time from the division district office. (5) If the primary liner is compromised below the fluid's surface, the operator shall remove all fluid above the damage or leak within 48 hours of discovery, notify the division district office and repair the damage or replace the primary liner	3/11/2024
vvenegas	[372224] AMEREDEV OPERATING, LLC will provide written notice to OCD, via OCD-Permitting, at least 72 hours, but no more than one week, prior to the recommencement of operations. At the resumption of recycling operations, [372224] AMEREDEV is required to perform an incremental fluid level test for containment liquid levels above the minimum liquid level. [372224] AMEREDEV must submit a report detailing the incremental fluid level test process and results through the OCD Online system using a C-147 (long form) with the "Other" box checked. "Recommencement of Operations - Incremental Fluid Level Test" should be written as the explanation of "Other."	3/11/2024