

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 1bbls 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.

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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

Lynn A. Acosta Staff Geoscientist

Shawna Chubbuck Senior Scientist

Shawna Chulbuck

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

FIGURES

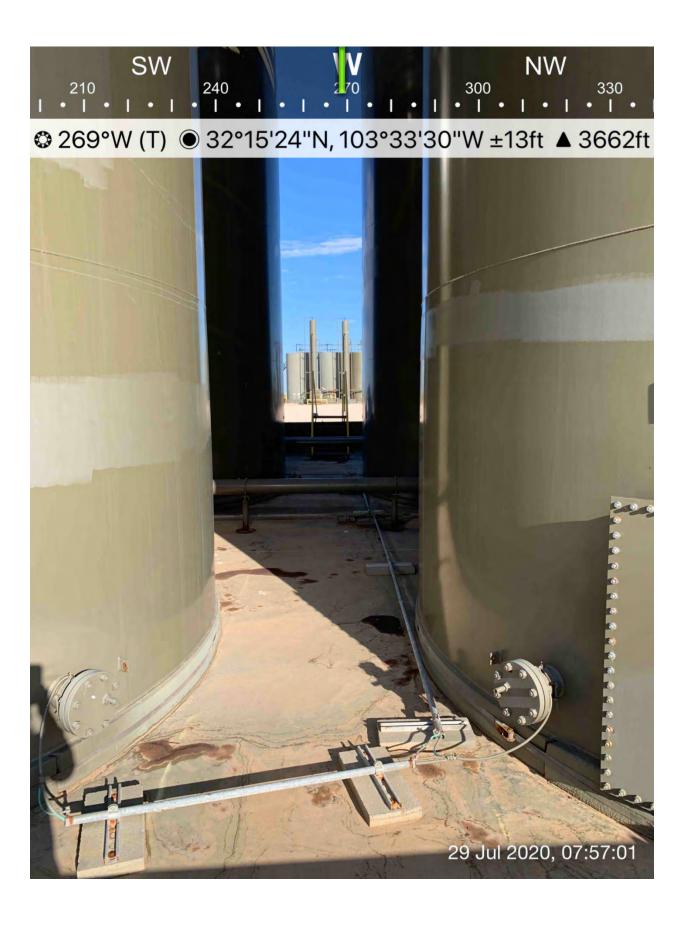
5E29133, BG53

Appendix A PHOTO LOG & FIELD NOTES

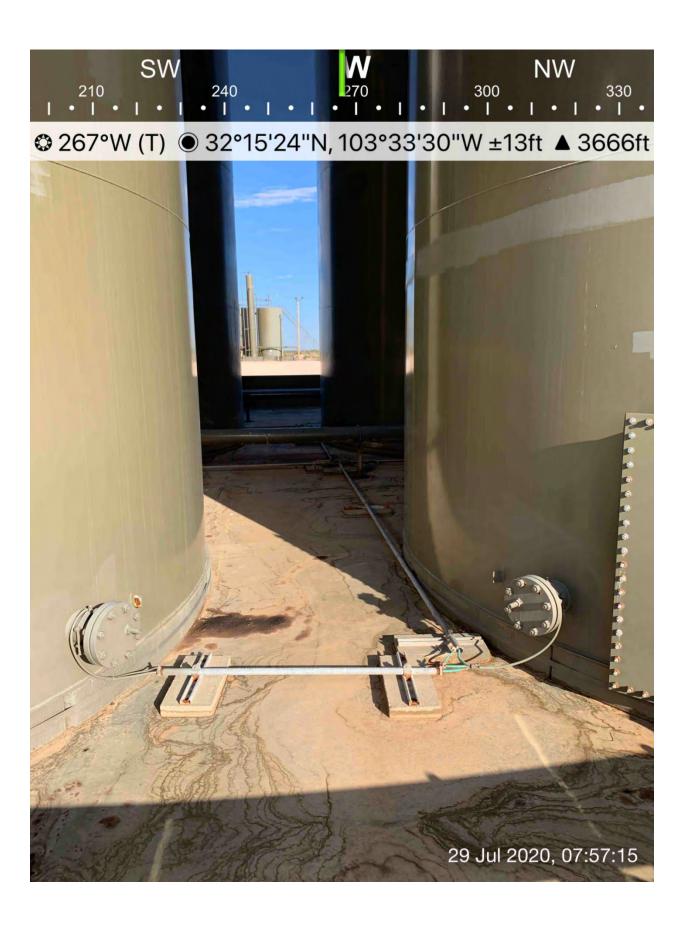
Engineering ◆ Environmental ◆ Surveying

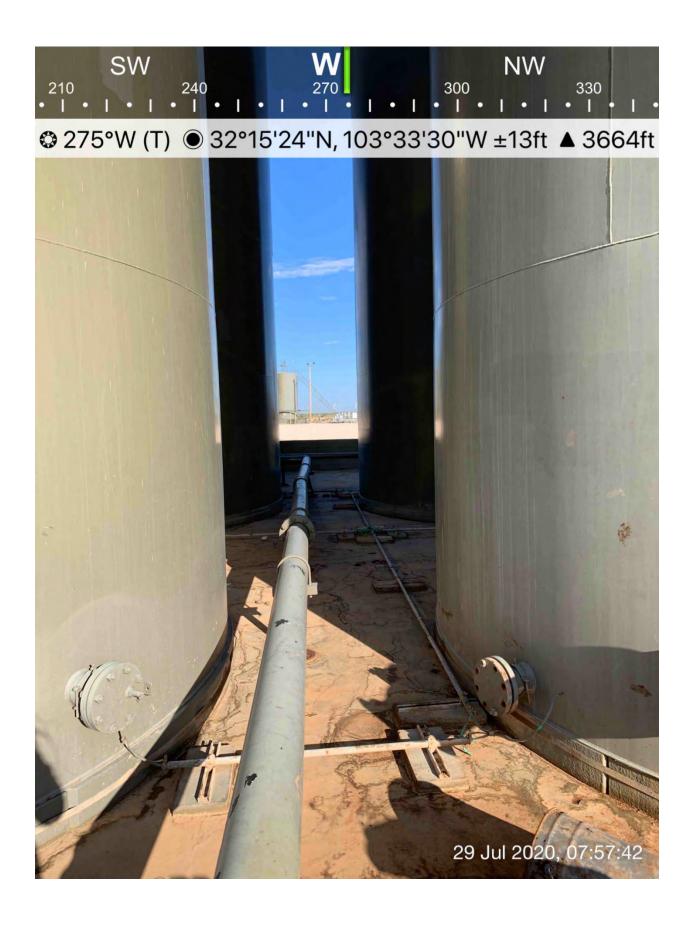
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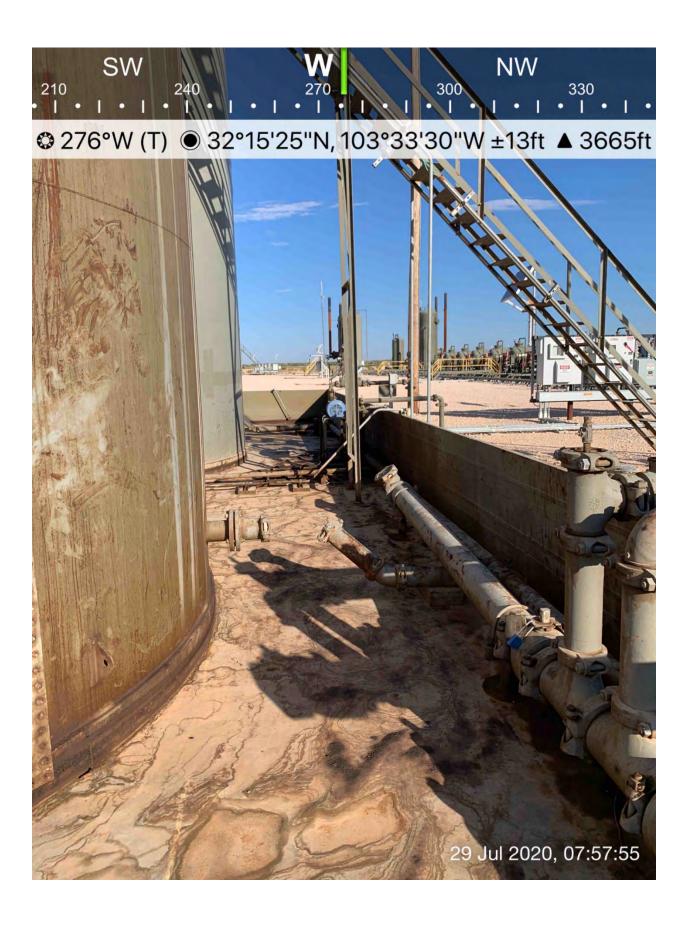


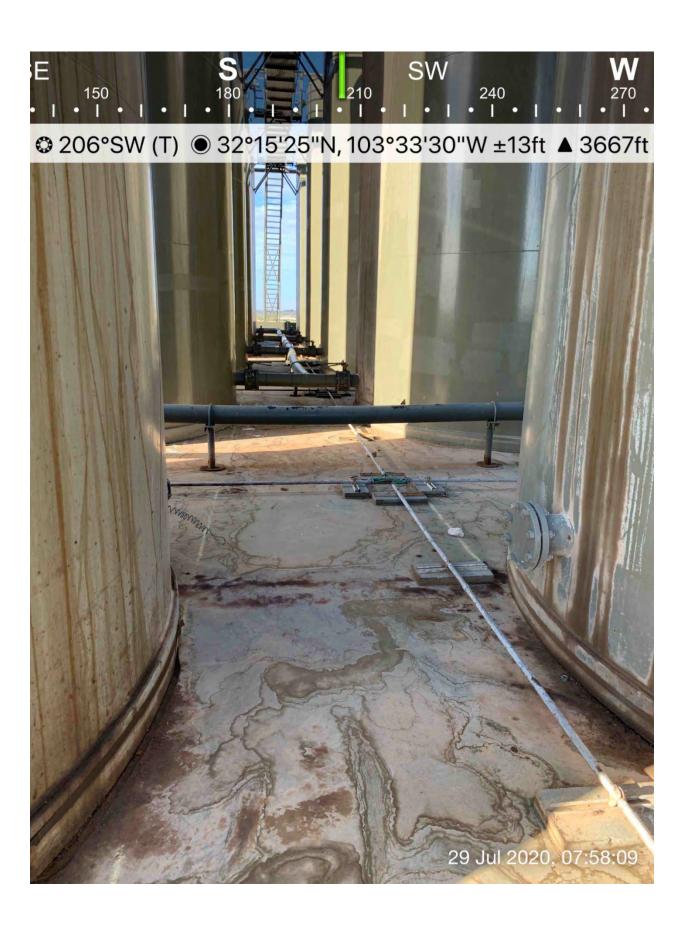




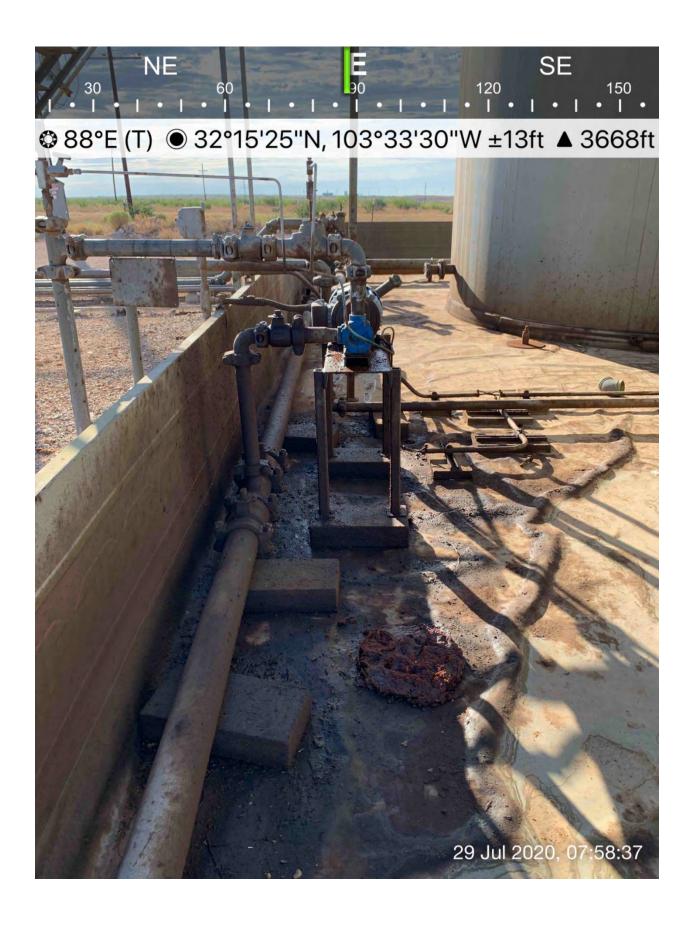


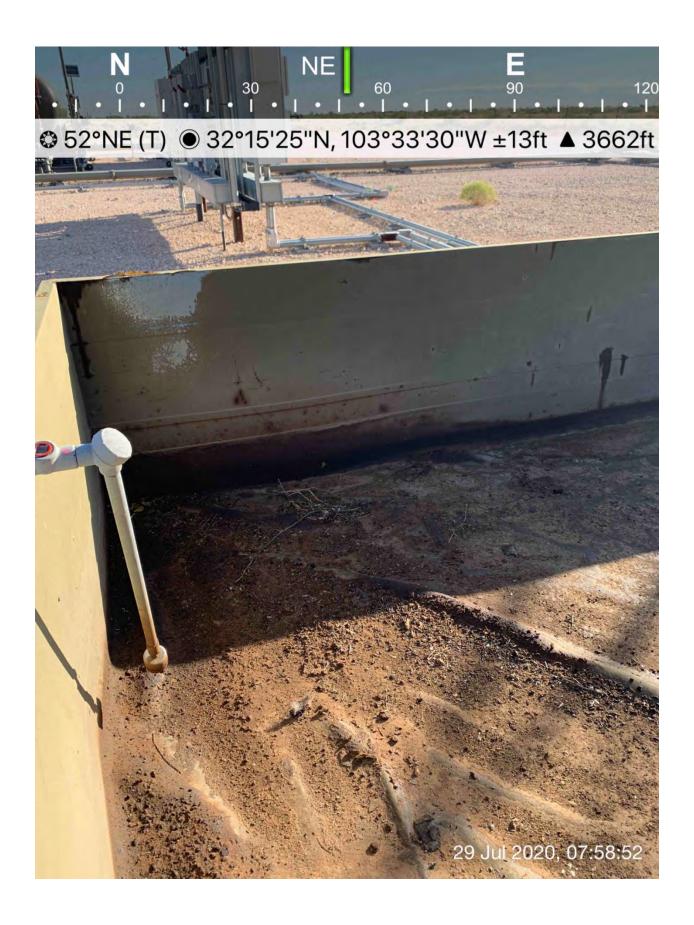


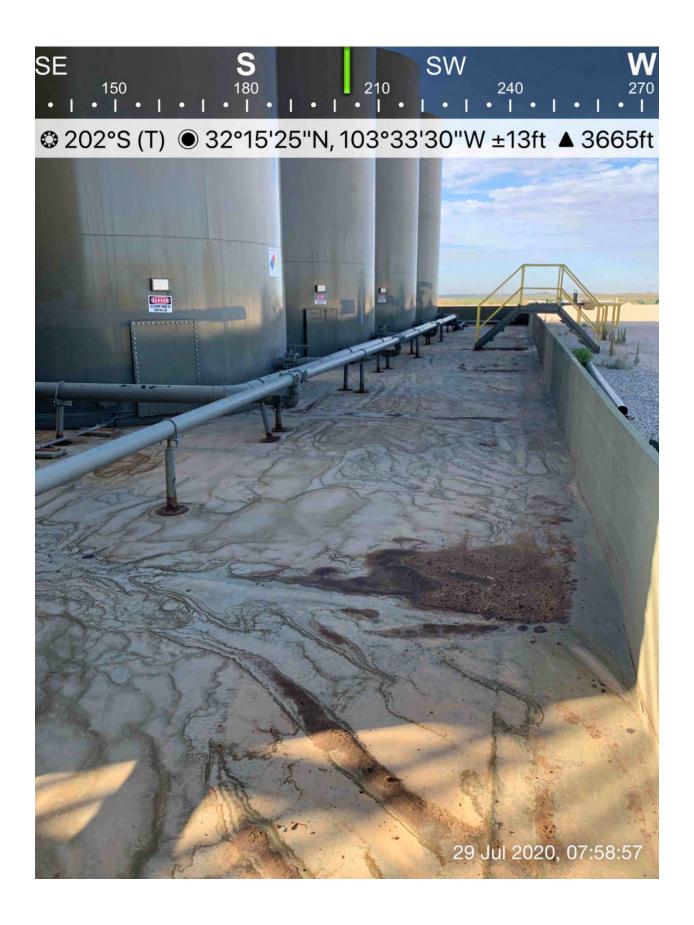




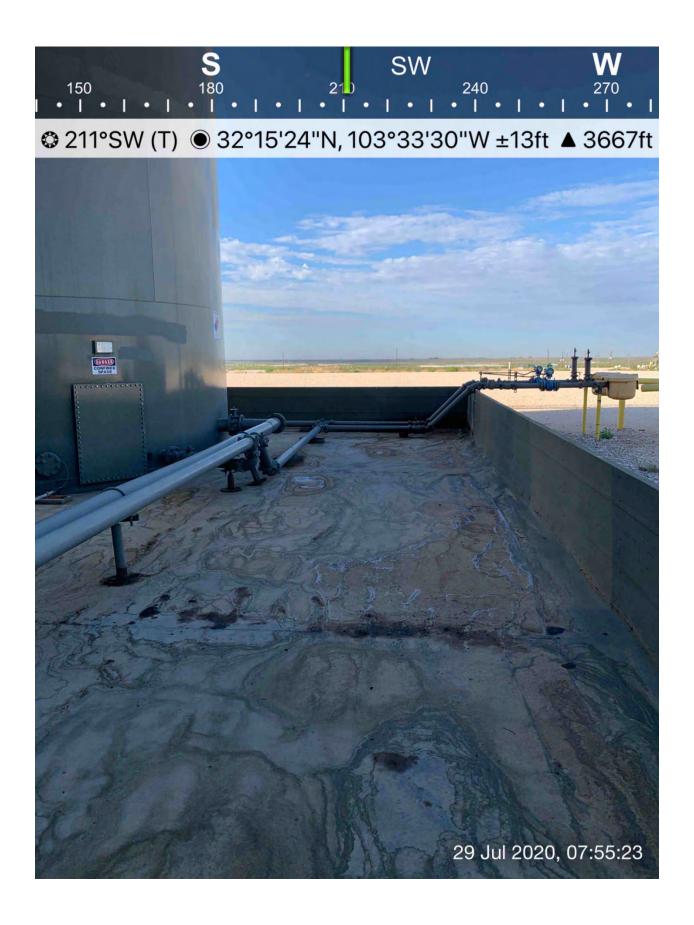




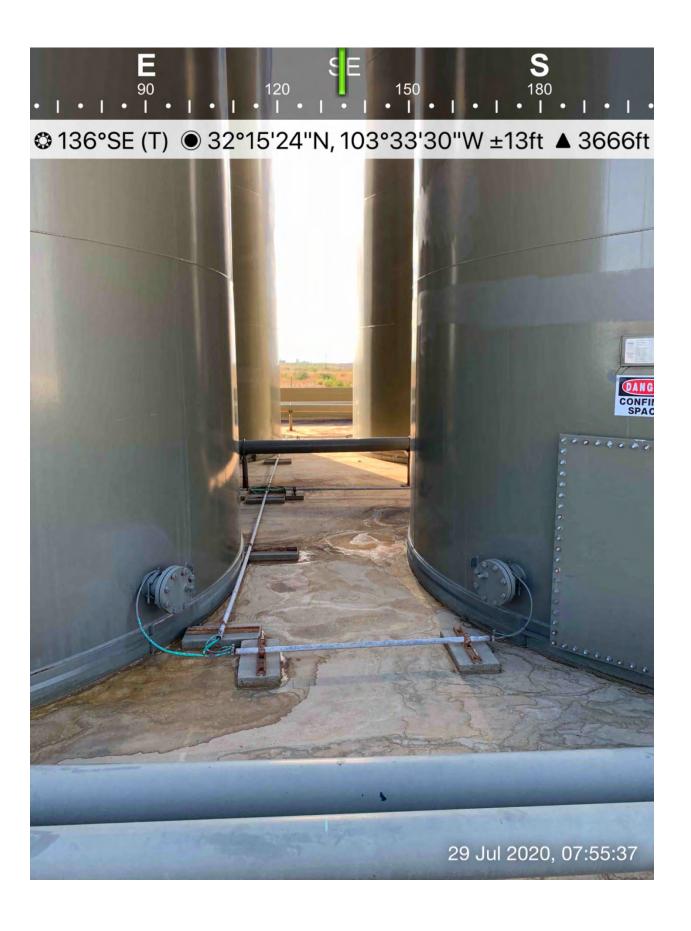




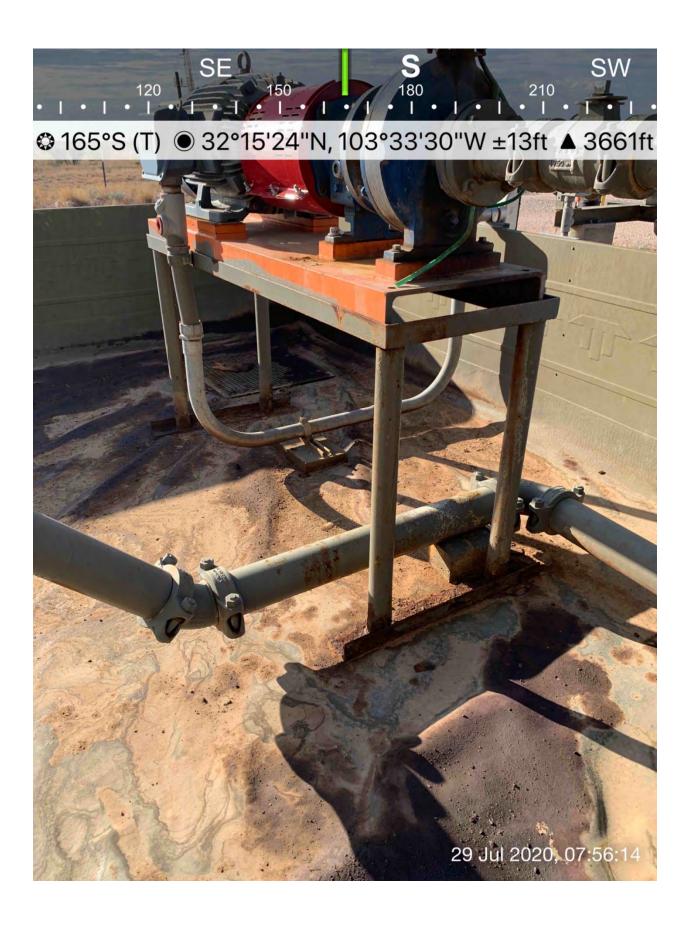


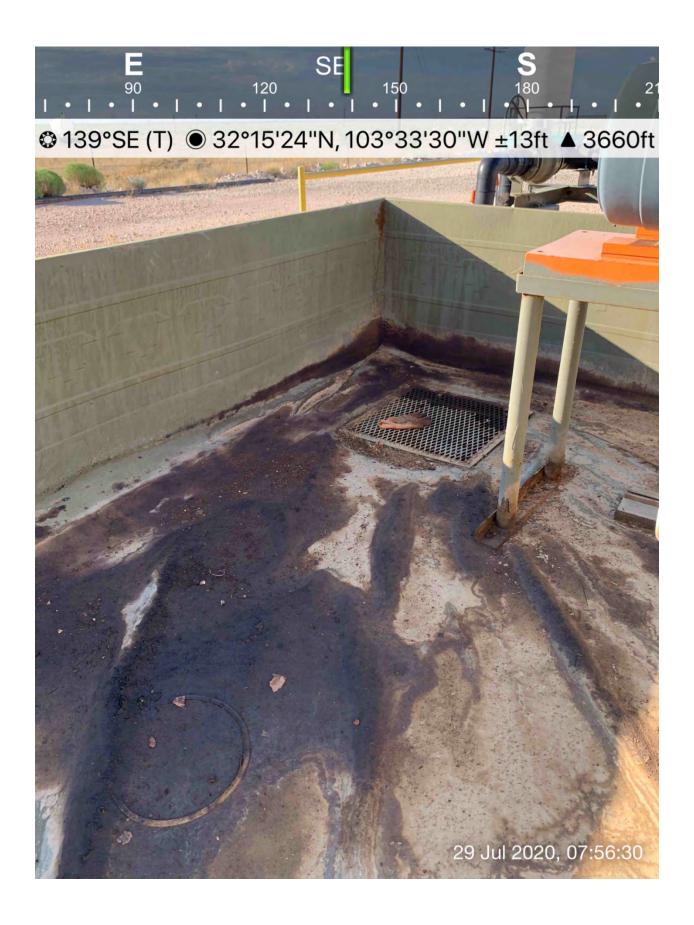


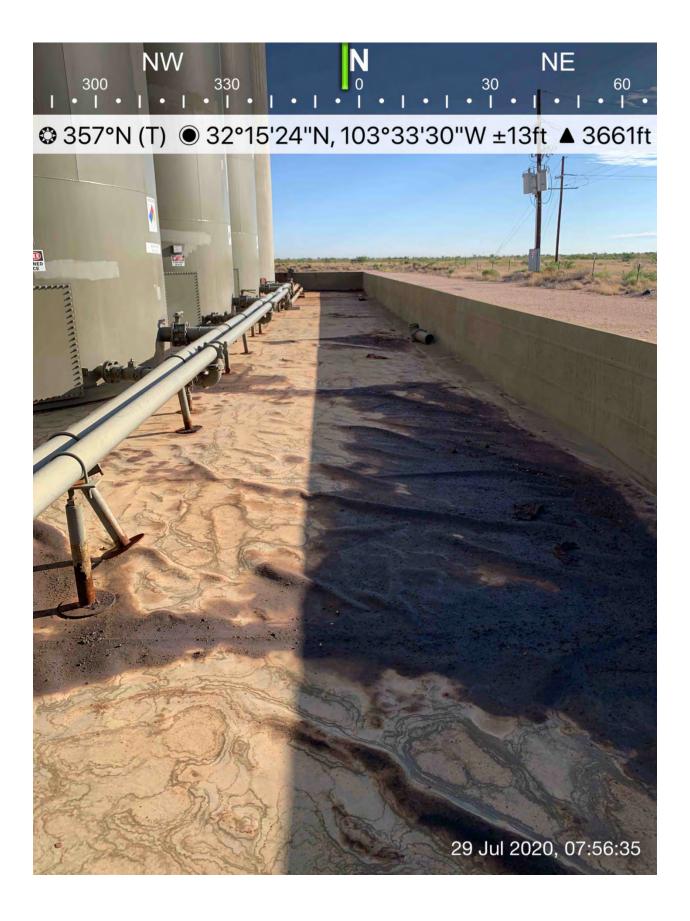












Souder, Miller & Associates



Liner Inspection Form	SIVIA
Project Name: Devon Thistle Unit 34 Inspection Date: 7/29/2020	V
Client Name: Devan Energy	
Client Representative(s):	
SMA Inspector(s): Alicia A. Lepez	
SMA Inspector(s): Project Location: Latitude: 32.256886 Longitude:	103558401
Inspection Parameters as Outlined in 19.15.29.11.A(5) NMAC	
PRIOR TO INSPECTION:	1/
Two (2) Business Day Notification of Inspection to Appropriate Division Office Date of Notice: 7/27/2020	(Y/N): <u>/</u>
Material Covering Liner Removed by Client	(Y/N): <u>/</u>
Affected Areas Exposed by Client	(Y/N): <u>/</u>
INSPECTION: Liner Thoroughly Inspected for Damage	(Y/N): <u>/</u>
All Damaged Areas Observed Marked in White Paint on Liner Photos and Field Notes Detailing Failures Attached to This Form	
To Be Completed by Client Representative:	
Can Responsible Party Demonstrate:	(V/NI)
Liner Integrity Was Maintained (per SMA Inspection) Release Was Contained to Lined Containment Area	(Y/N): (Y/N):
Liner Was Able to Contain the Leak	(Y/N):
icwec.	
If YES: Certify on Form C-141 That Liner Remains Intact	
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 A 19.15.29.11 NMAC	
Additional Comments:	

CLIENT REPRESENTATIVE

Tom Bynum
Date: 7/29/2020

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APPENDIX B INCIDENT DETAIL

Engineering ◆ Environmental ◆ Surveying

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SIGN-IN HELP

Searches

Operator Data

Hearing Fee Application

OCD Permitting

Incident Events

Date

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Incident Details

NOY1727957654 2017 MAJOR A SWS @ FOY1727957510

Genera	I Incident Info	mation								
Site Nam Well: Facility: Operator Status: Type: District:	[<u>f</u> r: <u>[</u> <u>f</u> C	OY1727957510 Devo 8137 DEVON ENERG closure Not Approved roduced Water Release lobbs	Y PROD				Sever Surfac Count	ce Owner:	Major State Lea (25)	
Incident Lat/Long Direction	j : 3	-34-23S-33E 0 FL 2.256886,-103.55840								
Notes Source of	of Referral: In	ndustry Rep					Actio	n / Escalation:		
Resulted	I In Fire: ered Public Healt	h:							Watercourse:	
Contact Do							Conta	act Title:		
Event Date	es									
Date of E	Discovery: on Date:		10/06/20 11/15/20					Notified of Majorilled Date:	or Release:	09/23/2017
Characte Remedia	141 Received: erization Report ution Plan Received Report Received	red:					Reme Reme	cterization Re diation Plan A diation Due: re Report App		
Inciden	ts Materials									
Cause	Source	Material	Unk.	Vo Spilled	olume Recovered	Lost	Units			
Other	Other (Specify)	Produced Water		34	34	0	BBL			
Other	Other (Specify)	Crude Oil		1	1	0	BBL			

Detail

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

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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 🄀 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 🄀 No		
Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field?	☐ Yes 🄀 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?			
Are the lateral extents of the release overlying an unstable area such as karst geology?			
Are the lateral extents of the release within a 100-year floodplain?			
Did the release impact areas not on an exploration, development, production, or storage site?			
Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and ver contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.	tical 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.

Received by OCD: 8/7/2020 9:47:49 AM State of New Mexico
Page 4 Oil Conservation Division

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Incident ID	nOY1727957654
District RP	
Facility ID	
Application ID	

I hereby certify that the information given above is true and complete to the regulations all operators are required to report and/or file certain release noti public health or the environment. The acceptance of a C-141 report by the C failed to adequately investigate and remediate contamination that pose a thre addition, OCD acceptance of a C-141 report does not relieve the operator of and/or regulations.	ifications and perform corrective actions for releases which may endanger DCD does not relieve the operator of liability should their operations have eat to groundwater, surface water, human health or the environment. In
Printed Name: Tom Bynum	Title: EHS Consultant
Signature: Tom Bynum email: tom.bynum@dvn.com	Date: 8/6/2020
email: tom.bynum@dvn.com	Telephone: <u>575-748-0176</u>
OCD Only	
Received by:	Date:

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Incident ID	nOY1727957654	
District RP		
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Remediation Plan

Remediation Plan Checklist: 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 points □ Estimated volume of material to be remediated □ Closure criteria is to Table 1 specifications subject to 19.15.29.12(C)(4) NMAC □ Proposed schedule for remediation (note if remediation plan timeline is more than 90 days OCD approval is required) 				
Deferral Requests Only: Each of the following items must be con-	firmed as part of any request for deferral of remediation.			
Contamination must be in areas immediately under or around predeconstruction.	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: Tom Bynum	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			
Signature:	Date:			

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Incident ID	nOY1727957654
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Facility ID	
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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.

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: Tom Bynum Title: EHS Consultant Signature: Tom Bynum Date: 8/6/2020 CodD Only Received by: OCD Date: 8/7/2020 Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the respons party of compliance with any other federal, state, or local laws and/or regulations. Closure Approved by: Ashley Maywell Date: 9/20/2022	Closure Report Attachment Checklist: Each of the following item	s must be included in the closure report.
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) Description of remediation activities Thereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD ru 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: Tom Bynum	A scaled site and sampling diagram as described in 19.15.29.11 N	NMAC
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD ru 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 part of responsibility for store, 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: Tom Bynum Title: EHS Consultant Signature: Tom Bynum Date: 8/6/2020 Closure Approved by: Date: 8/7/2020 Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the respons party of compliance with any other federal, state, or local laws and/or regulations.		the liner integrity if applicable (Note: appropriate OCD District office
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD ru 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: Tom Bynum Title: EHS Consultant Signature: Tom Bynum Date: 8/6/2020 Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the respons party of compliance with any other federal, state, or local laws and/or regulations. Closure Approved by: Abley Maqwell Date: 9/20/2022	Laboratory analyses of final sampling (Note: appropriate ODC D	istrict office must be notified 2 days prior to final sampling)
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: Tom Bynum Title: EHS Consultant Signature: Tom Bynum Date: 8/6/2020 Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the respons party of compliance with any other federal, state, or local laws and/or regulations. Closure Approved by: Ashlay Maywall Date: 9/20/2022	☐ Description of remediation activities	
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: Tom Bynum Title: EHS Consultant Signature: Tom Bynum Date: 8/6/2020 CodD CodD Only Received by: OCD Date: 8/7/2020 Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the respons party of compliance with any other federal, state, or local laws and/or regulations. Closure Approved by: Ashlay Maqwall Date: 9/20/2022		
Signature:	and regulations all operators are required to report and/or file certain remay endanger public health or the environment. The acceptance of a C should their operations have failed to adequately investigate and remed human health or the environment. In addition, OCD acceptance of a C compliance with any other federal, state, or local laws and/or regulation restore, reclaim, and re-vegetate the impacted surface area to the conditaccordance with 19.15.29.13 NMAC including notification to the OCD	clease notifications and perform corrective actions for releases which C-141 report by the OCD does not relieve the operator of liability liate contamination that pose a threat to groundwater, surface water, -141 report does not relieve the operator of responsibility for ms. The responsible party acknowledges they must substantially tions that existed prior to the release or their final land use in 0 when reclamation and re-vegetation are complete.
Telephone: 575-748-0176 OCD Only Received by:		
Telephone: 575-748-0176 OCD Only Received by:	Signature: / om Dynum D	ate: 8/6/2020
Received by:	email: tom.bynum@dvn.com Te	elephone: <u>575-748-0176</u>
Received by:		
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the respons party of compliance with any other federal, state, or local laws and/or regulations. Closure Approved by: Ashley Maxwell Date: 9/20/2022	OCD Only	
remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the respons party of compliance with any other federal, state, or local laws and/or regulations. Closure Approved by: Ashley Mafwell Date: 9/20/2022	Received by: OCD	Date:8/7/2020
Closure Approved by: Ashley Maxwell Date: 9/20/2022 Printed Name: Ashley Maxwell Title: Environmental Specialist	remediate contamination that poses a threat to groundwater, surface wat	er, human health, or the environment nor does not relieve the responsible
Printed Name: Ashley Maxwell Title: Environmental Specialist	Closure Approved by: Ashley Maxwell	Date: 9/20/2022
	Printed Name: Ashley Maxwell	Title: Environmental Specialist

5E29133, BG53

APPENDIX C WATER WELL DATA

Engineering ◆ Environmental ◆ Surveying

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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-		Q	Q	Q								1	Water
POD Number	Code	basin	County	64	16	4	Sec	Tws	Rng	X	Y	DistanceDep	othWellDep	thWater C	olumn
<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

Average Depth to Water:

307 feet

Minimum Depth:

20 feet

Maximum Depth:

400 feet

Record Count: 6

UTMNAD83 Radius Search (in meters):

Easting (X): 635791 Northing (Y): 3569822 Radius: 3000

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

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

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 9558

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 Date
amaxwell	None	9/20/2022