Sante Fe Main Office Phone: (505) 476-3441 General Information

Phone: (505) 629-6116
Online Phone Directory
https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

QUESTIONS

Action 472587

QUESTIONS

Operator:	OGRID:
SCOUT ENERGY MANAGEMENT LLC	330949
13800 Montfort Road	Action Number:
Dallas, TX 75240	472587
	Action Type:
	[NOTIFY] Notification Of Release (NOR)

QUESTIONS

Location of Release Source	
Please answer all the questions in this group.	
Site Name	C.C Fristoe A & B Federal NCT - 1 & 2
Date Release Discovered	06/08/2025
Surface Owner	Private

Incident Details	
Please answer all the questions in this group.	
Incident Type	Produced Water Release
Did this release result in a fire or is the result of a fire	No
Did this release result in any injuries	No
Has this release reached or does it have a reasonable probability of reaching a watercourse	No
Has this release endangered or does it have a reasonable probability of endangering public health	No
Has this release substantially damaged or will it substantially damage property or the environment	No
Is this release of a volume that is or may with reasonable probability be detrimental to fresh water	No

Nature and Volume of Release		
Material(s) released, please answer all that apply below. Any calculations or specific justifications for the volumes provided should be attached to the follow-up C-141 submission.		
Crude Oil Released (bbls) Details	Cause: Power Failure Tank (Any) Crude Oil Released: 1 BBL Recovered: 0 BBL Lost: 1 BBL.	
Produced Water Released (bbls) Details	Cause: Power Failure Tank (Any) Produced Water Released: 170 BBL Recovered: 150 BBL Lost: 20 BBL.	
Is the concentration of chloride in the produced water >10,000 mg/l	Yes	
Condensate Released (bbls) Details	Cause: Power Failure Tank (Any) Condensate Released: 0 BBL (Unknown Released Amount) Recovered: 0 BBL Lost: 0 BBL.	
Natural Gas Vented (Mcf) Details	Cause: Power Failure Tank (Any) Natural Gas Vented Released: 0 Mcf (Unknown Released Amount) Recovered: 0 Mcf Lost: 0 Mcf.	
Natural Gas Flared (Mcf) Details	Cause: Power Failure Tank (Any) Natural Gas Flared Released: 0 Mcf (Unknown Released Amount) Recovered: 0 Mcf Lost: 0 Mcf.	
Other Released Details	Not answered.	
Are there additional details for the questions above (i.e. any answer containing Other, Specify, Unknown, and/or Fire, or any negative lost amounts)	170 bbl. of produced water was spilled out the top of the tank when we lost power due to storms. 150 bbl. was recovered and put back in our storage 20.6 bbl. was left inside the secondary containment which saturated the ground inside the berm.	

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QUESTIONS, Page 2

Action 472587

QUESTIONS (continued)

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QUESTIONS

Nature and Volume of Release (continued)	
Is this a gas only submission (i.e. only significant Mcf values reported)	No, according to supplied volumes this does not appear to be a "gas only" report.
Was this a major release as defined by Subsection A of 19.15.29.7 NMAC	Yes
Reasons why this would be considered a submission for a notification of a major release	From paragraph A. "Major release" determine using: (1) an unauthorized release of a volume, excluding gases, of 25 barrels or more; (3) an unauthorized release of gases exceeding 500 MCF.
With the implementation of the 19.15.27 NMAC (05/25/2021), venting and/or flaring of natural gas (i.e. gas only) are to be submitted on the C-129 form.	

rty must undertake the following actions immediately unless they could create a safety hazard that would result in injury.	
True	
True	
True	
True	
Not answered.	

Per Paragraph 4 of Subsection B of 19.15.29.8 NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please prepare and attach a narrative of actions to date in the follow-up C-141 submission. 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 prepare and attach all information needed for closure evaluation in the follow-up C-141 submission.

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ACKNOWLEDGMENTS

Action 472587

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ACKNOWLEDGMENTS

$\overline{\lor}$	I acknowledge that I am authorized to submit notification of a release on behalf of my operator.
~	I acknowledge that upon submitting this application, I will be creating a new incident file (assigned to my operator) to track the notification(s) and corrective action(s) for a release, pursuant to NMAC 19.15.29.
V	I acknowledge that creating a new incident file will require my operator to file subsequent submission(s) of form "C-141, Application for administrative approval of a release notification and corrective action", pursuant to NMAC 19.15.29.
~	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.
~	I acknowledge the fact that 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.
~	I acknowledge the fact that, 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.

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CONDITIONS

Action 472587

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CONDITIONS

Created By		Condition Date
thaigood	When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C-141.	6/10/2025