

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	NRM1935234977
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party Lucid Artesia Company	OGRID 147831
Contact Name Michael Gant	Contact Telephone 314 330 7876
Contact email mgant@lucid-energy.com	Incident # (assigned by OCD)
Contact mailing address 210 S. 4th St., Artesia, NM 88210	

Location of Release Source

Latitude 32.562800° Longitude -104.561853°
(NAD 83 in decimal degrees to 5 decimal places)

Site Name Saguario 12" Line	Site Type Natural Gas gathering
Date Release Discovered 10/23/2019	API# (if applicable)

Unit Letter	Section	Township	Range	County
C	23	20S	24E	Eddy

Surface Owner: State Federal Tribal Private (Name: Bureau of Land Management)

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

<input type="checkbox"/> Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
<input type="checkbox"/> Produced Water	Volume Released (bbls)	Volume Recovered (bbls)
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Condensate	Volume Released (bbls)	Volume Recovered (bbls)
<input checked="" type="checkbox"/> Natural Gas	Volume Released (Mcf) 8 Mmcf	Volume Recovered (Mcf)
<input type="checkbox"/> Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release **The release was caused by internal corrosion of the pipeline which led to a pinhole leak in the pipeline.**

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Was this a major release as defined by 19.15.29.7(A) NMAC? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	If YES, for what reason(s) does the responsible party consider this a major release? The total volume of released gas exceeds the 500 MCF limit.
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If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?
No, immediate response was not provided because the leak was identified at a later date by aerial imagery that was purchased from a 3rd party.

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

<input checked="" type="checkbox"/> The source of the release has been stopped. <input checked="" type="checkbox"/> The impacted area has been secured to protect human health and the environment. <input checked="" type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input checked="" type="checkbox"/> All free liquids and recoverable materials have been removed and managed appropriately.
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If all the actions described above have not been undertaken, explain why:

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. 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 attach all information needed for closure evaluation.

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: <u>Michael Gant</u>	Title: <u>Environmental Coordinator</u>
Signature: <u><i>M. Gant</i></u>	Date: <u>10/24/2019</u>
email: <u>mgant@lucid-energy.com</u>	Telephone: <u>314 330 7876</u>

OCD Only

Received by: Ramona Marcus Date: 12/18/2019