



Jason Michelson
Project Manager

**Chevron Environmental
Management Company**
1500 Louisiana Street, #38116
Houston, Texas 77002
Work: 832-854-5601
Cell: 281-660-8564
jmicelson@chevron.com

May 30, 2019

New Mexico Oil Conservation Division, District II
811 S. First St
Artesia, NM 88210

**Re: Amoco Federal 11 Well No. 1
Site Status Letter
Inspection No. iTM1734133661
Eddy County, New Mexico**

Dear whom it concerns,

Please find enclosed for your files, copies of the following report:

- Amoco Federal 11 Well No. 1 – May 30, 2019 Site Status Letter

The Site Status Letter was prepared by Arcadis U.S., Inc. (Arcadis) on behalf of Chevron Environmental Management Company (CEMC) CEMC. A response documenting that the violation has been addressed will be submitted to the NMOCD upon completion of activities.

Please do not hesitate to call Rebecca Andresen with Arcadis at 206-726-4717 or myself at 832-854-5601, should you have any questions.

Sincerely,

Jason Michelson
Jason Michelson

Encl. Amoco Federal 11 Well No. 1 - Site Status Letter

C.C. Brett Krehbiel, Arcadis

Mr. Rob Hamlet
New Mexico Oil Conservation Division – District II
Environmental Specialist
811 S. First St.
Artesia, NM 88210

Arcadis U.S., Inc.
630 Plaza Drive
Suite 100
Highlands Ranch
Colorado 80129
Tel 720 344 3500
Fax 720 344 3535
www.arcadis.com

Subject:
Site Status Letter
Amoco Federal 11 Well No. 1
Inspection No. iTM1734133661
Eddy County, New Mexico

ENVIRONMENT

Date:
May 30, 2019

Contact:
Rebecca Andresen

Phone:
206-726-4717

Email:
Rebecca.Andresen@arcadis
.com

Our ref:
B0049810.0000

Dear Mr. Hamlet:

On behalf of Chevron Environmental Management Company (CEMC), Arcadis U.S., Inc. (Arcadis) prepared this Site Status Letter (Letter) for the Amoco Federal 11 Well No. 1, API No. 30-015-22975, located in Eddy County, New Mexico. Rockcliff Operating New Mexico LLC (Rockcliff), the previous owner of this well, was notified by the New Mexico Oil Conservation District (NMOCD) of a violation dated December 7, 2017 during an inspection (iTM1734133661) by NMOCD. No response to this violation has been located. The purpose of this letter is to update the NMOCD; the violation will be addressed and supporting documentation will be provided to the NMOCD.

SITE DESCRIPTION AND BACKGROUND

The Site is located approximately two (2) miles east of Loving, New Mexico. The site is in Unit I, Section 11, Township 23S, Range 28E, Eddy County, New Mexico, on private land.

On December 6, 2017, during a routine inspection (iTM1734133661) conducted by NMOCD. Staining was observed around the well and the tank battery did not have placards or a windsock. A letter of violation was issued to Rockcliff. No response to this violation has been located. Chevron acquired the lease for this well in October 2018 and is currently evaluating this well for ongoing production. Work to address this violation will be coordinated with other maintenance work at this well. A response documenting that the violation has been addressed will be submitted to the NMOCD upon completion of activities.

Mr. Rob Hamlet
May 30, 2019

If you have any questions or comments, please contact Rebecca Andresen at 206.726.4717 or by email at rebecca.andresen@arcadis.com.

Sincerely,

Arcadis U.S., Inc.

A handwritten signature in blue ink, appearing to read "R. Andresen".

Rebecca Andresen
Vice President

Copies:

Jason Michelson, Chevron/ CEMC
Brett Krehbiel, Arcadis

Enclosures:

Attachments

1 December 7, 2017 Letter of Violation

State of New Mexico

Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David Catanach
Division Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

07-Dec-17

ROCKCLIFF OPERATING NEW MEXICO LLC

1301 McKinney Suite 1300
Houston TX 77010-7010

LETTER OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

AMOCO FEDERAL 11		No.001	I-11-23S-28E	30-015-22975-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/07/2017	Routine/Periodic	Tony Morales	Yes	No	3/12/2018	iTM1734133661
		Violations				
		General Housekeeping (Rule 114)				
Comments on Inspection:		OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD 19.15.10.8 TANK BATTERY NO PLACARDS / WINDSOCK				
AMOCO FEDERAL 11		No.004	J-11-23S-28E	30-015-26495-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/07/2017	Routine/Periodic	Tony Morales	Yes	No	3/12/2018	iTM1734133839
		Violations				
		General Housekeeping (Rule 114)				
Comments on Inspection:		OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD 19.15.10.8				

AMOCO FEDERAL 11 No.006

B-11-23S-28E

30-015-26496-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/07/2017	Routine/Periodic	Tony Morales	Yes	No	3/12/2018	iTM1734135541
Violations General Housekeeping (Rule 114)						
Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD 19.15.10.8						

AMOCO FEDERAL 11 No.007

P-11-23S-28E

30-015-26512-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/07/2017	Routine/Periodic	Tony Morales	Yes	No	3/12/2018	iTM1734132985
Violations General Housekeeping (Rule 114)						
Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD PJ 19.15.10.8						

AMOCO FEDERAL 11 No.005

G-11-23S-28E

30-015-26527-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/07/2017	Routine/Periodic	Tony Morales	Yes	No	3/12/2018	iTM1734134083
Violations General Housekeeping (Rule 114)						
Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD 19.15.10.8						

AMOCO FEDERAL 11**No.002**

O-11-23S-28E

30-015-26540-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/07/2017	Routine/Periodic	Tony Morales	Yes	No	3/12/2018	iTM1734133384
Violations General Housekeeping (Rule 114)						
Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD 19.15.10.8						

AMOCO FEDERAL 11 No.009

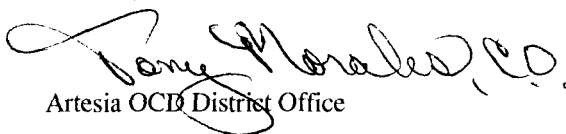
B-11-23S-28E

30-015-33916-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/07/2017	Routine/Periodic	Tony Morales	Yes	No	3/12/2018	iTM1734135291
Violations General Housekeeping (Rule 114)						
Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD 19.15.10.8						

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,


Artesia OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.
*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.