State Of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor Sarah Cottrell Propst Cabinet Secretary Todd E. Leahy, JD, PhD Deputy Cabinet Secretary

Adrienne Sandoval Division Director

<u>"Response Required - Deadline</u> <u>Enclosed"</u>

Field Inspection Program "Preserving the Integrity of Our Environment"



22-Sep-20

TARCO ENERGY, LC 12403 Cr 2300 Lubbock, TX 79423 LETTER OF VIOLATION - Field Inspection

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-015-40620] BRAD STATE #003		OGRID: 279579	C-02-18S-27E 968 FNL 2300 FWL
Inspection Date 8/24/2020Type InspectionRoutine Inspection	Inspector	Corrective Action Due By	Inspection No.
	[CZH] Chad Hensley	12/21/2020	iCZH2023739791

<u>Violations:</u> Rule

Violation

19.15.10.8 Safety Procedures for Drilling and Production General Housekeeping Required Comment: 5 GALLON BUCKET OF OILY WASTE.

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,

-had Henoy

Artesia OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

Oil Conservation Division * 811 S. First St. * Artesia, NM 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * www.emnrd.state.nm.us

From:	Hensley, Chad, EMNRD		
To:	Joe@tarcosupply.com		
Subject:	New Mexico EMNRD OCD letters of Violation		
Date:	Tuesday, September 22, 2020 8:39:00 AM		
Attachments:	3001540679 9-22-20 tarco LOV.pdf		
	3001540619 9-22-20 tarco LOV.pdf		
	3001540620 9-22-20 tarco LOV.pdf		
	3001540621 9-22-20 tarco LOV pdf		

Joe Traver,

Attached is the Letter of Violation(LOV) for the following wells: Blake State #4 Brad State #2 Brad State #3 Brad State #4

If you have any questions feel free to contact me on my cell.

Thank you,

Chad Hensley Compliance Officer Artesia OCD Office: 575-748-1283 x 112 Cell: 575-703-1723

