State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. **Deputy Cabinet Secretary**

Response Required - Deadline

Field Inspection Program "Preserving the Integrity of Our Environment"

24-Jan-14

JAN 27 2014

CHEVRON USA INC.

ATTN: REGULATORY & COMPLIANCE

P.O. BOX 2100

HOUSTON, TX 77252

LETTER OF VIOLATION -

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 re-inspect the well and/or facility.

INSPECTION DETAIL SECTION

CENTR	Δ T .	VACT	IIIM	UNIT	No 350
	A 1 4	Y /4 1.		8/13/1	1 3 1 1 7 . 7 1 7

Bradenhead

Inspection Date Type Inspection

Inspector Sylvia Dickey Violation? Yes

*Significant Non-Compliance?

D-31-17S-35E

E-6-18S-35E

Corrective Action Due By: 4/29/2014

30-025-20863-00-

Inspection No. iSAD1402431558

Comments on Inspection:

01/24/2014

Inspection

Date

01/24/2014

PER BHT SURVEY 11/15/2013; NAME REPORTED IS PRIOR WELL NAME: RECOMPLETION AND WELL NAME CHANGE EFFECTIVE 2/2013: ***OPERATOR

PLEASE RECHECK WELL SIGN AND INSURE SIGN STATES NEW WELL. NAME AND LOCATION*** ***OPERATOR IN VIOLATION OF NMOCD RULE 19.15.16.8 "SIGN ON WELLS"***(NAME ON FILE CENTRAL VACUUM UNIT #350)

(PRIOR NAME VACUUM GLORIETA WEST UNIT #62)

CENTRAL VACUUM UNIT No.136

Type Inspection

Bradenhead

Inspector

Sylvia Dickey

Violation?

*Significant Non-Compliance?

No

30-025-25997-00-Corrective

Action Due By:

4/29/2014

Inspection No. iSAD1402436922

Comments on Inspection:

OVER PRESSUE LIMIT PER BHT SURVEY REPORTED 10/29/2013;**OPERATOR IN VIOLATION OF NMOCD RULE 19.15.26.10 "OPERATION AND MAINTENANCE" PER R-5530-F APPROVED INJECTION FOR WATER 1500#. (WATER INJECTION

Yes

REPORTED 10/2013 TUBING PRESSURE STATES 1797#)

CENTRAL VACUUM UNIT No.277

I-36-17S-34E

30-025-33148-00-

Inspection Date

Type Inspection

Inspector

*Significant Violation? Non-Compliance?

Corrective
Action Due By: Inspection No.

01/24/2014 Bradenhead

Sylvia Dickey

Yes

No

4/29/2014

iSAD1402434847

Comments on Inspection:

PER BHT SURVEY 11/17/2013; NAME REPORTED IS PRIOR WELL NAME; RECOMPLETION AND WELL NAME CHANGE EFFECTIVE 2/2013; ***OPERATOR

PLEASE RECHECK WELL SIGN AND INSURE SIGN STATES NEW WELL NAME AND LOCATION*** ***OPERATOR IN VIOLATION OF NMOCD RULE 19.15.16.8 "SIGN ON WELLS"***(NAME ON FILE CENTRAL VACUUM UNIT #277)

(PRIOR NAME NEW MEXICO 'O' STATE NCT-1 #38)

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.

Columbia Columbia

Hobbs OCD District Office

COMPLIANCE OFFICER

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.

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EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



CHEVRON USA INC. ATTN: REGULATORY & COMPLIANCE P.O. BOX 2100 HOUSTON, TX 77252

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