

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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

Jami Bailey, Division Director
Oil Conservation Division



Response Required - Deadline

Field Inspection Program
"Preserving the Integrity of Our Environment"

23-Jan-14

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

HOBBS OCD

JAN 27 2014

RECEIVED

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

VACUUM GLORIETA WEST UNIT No.014				B-25-17S-34E	30-025-21649-00-
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By: Inspection No.
01/23/2014	Bradenhead	Sylvia Dickey	Yes	No	4/28/2014 iSAD1402339590
Comments on Inspection: SUNDRY NOTICE APPROVED 11/26/2008 TA STATUS APPROVED EXPIRES 11/25/2013; ***OPERATOR SHOWS WATER PRODUCTION REPORTED 8/2013 - 10/2013. WELL IS IN AN EXPIRED STATUS OF TEMPORARY ABANDONMENT ***OPERATOR IN VIOLATION OF NMOC Rule 19.15.7.14 (SUNDRY REPORTS ON WELLS) **OPERATOR PLEASE SUBMIT A SUNDRY C103 SHOWING THE ACTUAL STATUS OF THIS WELL BY FEBRUARY 18, 2014****					
CENTRAL VACUUM UNIT No.101				G-6-18S-35E	30-025-25712-00-
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By: Inspection No.
01/23/2014	File and Compliance	Sylvia Dickey	Yes	No	4/28/2014 iSAD1402337439
Comments on Inspection: SUNDRY NOTICE APPROVED 6/9/2011 TA STATUS APPROVED EXPIRES 1/18/2016; ***OPERATOR SHOWS INJECTION REPORTED 10/2013. WELL IS IN AN APPROVED STATUS OF TEMPORARY ABANDONMENT***OPERATOR IN VIOLATION OF NMOC Rule 19.15.7.14 (SUNDRY REPORTS ON WELLS) **OPERATOR PLEASE SUBMIT A SUNDRY C103 SHOWING THE ACTUAL STATUS OF THIS WELL BY FEBRUARY 18, 2014****					

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January 23, 2014

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CENTRAL VACUUM UNIT No.146

G-31-17S-35E

30-025-26790-00-

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/23/2014	Bradenhead	Sylvia Dickey	Yes	No	4/28/2014	iSAD1402328364

Comments on Inspection: PER BHT SURVEY 10/29/2013. STATUS OF WELL NEEDS TO BE CLARIFIED AND PAPERWORK SUBMITTED TO SHOW CORRECT STATUS OF WELL;
***OPERATOR PLEASE NOTE THAT WELL IS IN AN EXPIRED TA STATUS. C02 INJECTION HAS BEEN REPORTED FOR THE MONTH OF 10/2013 AND 11/2013 IN ADDITION TO WATER INJECTION FOR 11/2013; A NOI C103 WAS APPROVED 3/27/2013 FOR A 1 YEAR TA STATUS EXTENSION. PLEASE SUBMIT A SUNDRY C103 STATING THE ACTUAL STATUS OF THIS WELL FOR APPROVAL BY FEBRUARY 18, 2014
OPERATOR IN VIOLATION OF 19.15.7.14 (SUNDRY NOTICES & REPORTS ON WELLS)

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,



Hobbs OCD District Office

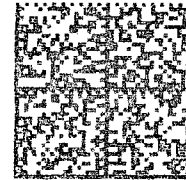
COMPLIANCE OFFICER

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.



EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



HASLER
015H14150977
\$0.92
01/24/14
Mailed From 88240

US POSTAGE

CHEVRON USA INC.
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P.O. BOX 2100
HOUSTON, TX 77252