

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

IN RE: NOTICE OF VIOLATION ISSUED TO ACTION OIL CO. INC.

FINAL ORDER

CASE NO.: 25920

ORDER NO.: 24273

This matter came before the NM Oil Conservation Division for a scheduled hearing at 9 a.m. on March 12, 2026, at Santa Fe, New Mexico, before a duly appointed Hearing Officer.

NOW, the Division Director, having considered the record in this matter and the failure of the Respondent to appear, issues the following Order pursuant to the New Mexico Oil and Gas Act, NMSA 1978, Section 70-2-1 et seq., and 19.15.5.10 NMAC.

FINDINGS OF FACT

1. The OCD has jurisdiction over the parties and the subject matter in this proceeding.
2. The OCD duly filed a Notice of Violation ("NOV") and a Docketing Notice in this matter and properly served these documents on the Respondent, Action Oil Co. Inc., via electronic mail and certified mail to their designated addresses on or about January 22, 2026. *Prehearing Statement Exhibit 3, Exhibit 4.*
3. The NOV specified that a hearing would be held on March 5, 2026, and that a process for informal resolution was available for 30 days from receipt of the NOV *Prehearing Statement, Exhibit 3.* The case was continued until March 12, 2026, of which setting Respondent was duly notified.
4. The Respondent failed to avail itself of the informal resolution period, failed to respond to notices from the OCD, and did not correct its continued non-compliance. *Prehearing Statement, p. 2.*
5. The Respondent, Action Oil Co. Inc. OGRID # 25872, failed to appear at the scheduled hearing on March 12, 2026.
6. The Respondent is the registered operator of one (1) well in New Mexico, of which one (1) is and remains inactive and out of compliance with OCD regulations 19.15.25.8 and 19.15.5.9 NMAC. *Prehearing Statement, Exhibit 3.*
7. The proposed civil penalty for these violations, as outlined in the NOV and supporting documents amounts to \$450.00. *Prehearing Statement, Exhibit 3.*

8. The evidence admitted into the hearing record consisted of the following exhibits attached to the Pre-Hearing Statement and offered without objection by the Oil Conservation Division (OCD):
 - a) Exhibit 1: Affidavit of Rob Jackson. *Prehearing Statement, Exhibit 1.*
 - b) Exhibit 2: Resume of Rob Jackson. *Prehearing Statement, Exhibit 2.*
 - c) Exhibit 3: NOV (Notice of Violation) against Action Oil Co. Inc., dated January 20, 2026 (with attached exhibits). *Prehearing Statement, Exhibit 3.*
 - d) Exhibit 4: Affidavit of Sara Griego. *Prehearing Statement, Exhibit 4.*
9. Exhaustion of Provided Contact Information. The Evidence of Notice admitted without objection—including the Affidavit of Sara Griego (Exhibit 4) and the Pre-Hearing Statement—demonstrates that the Division attempted service through every designated channel provided by the Respondent.
10. Attempted Electronic Service. On January 22, 2026, the Division emailed the Docketing Notice and NOV to jwellinc@yahoo.com, the email address the Respondent provided to OCD Permitting. The Division received a notification that this address was undeliverable.
11. Attempted Service by Certified Mail. Simultaneously, on January 22, 2026, the Division sent the documents via USPS Certified Mail to the physical address provided by the Respondent: 437 Road 2900, Aztec, NM 87410.
12. Monitoring and Return of Service. The Division monitored the status of the physical mailing, which was returned as undelivered on or about February 5, 2026.
13. Sufficiency of Process. By attempting service at both the physical and electronic addresses provided by the Respondent, the Division exhausted all available means of contact. Any failure of actual notice is a direct consequence of the Respondent's failure to maintain accurate contact information with the Division as required by law.
14. The evidence of Notice of the NOV and Hearing admitted without objection at the hearing demonstrates that the Respondent was provided notice of the NOV and the hearing through several methods, as detailed in the Affidavit of Sara Griego (Exhibit 4) and the Pre-Hearing Statement itself:

CONCLUSIONS OF LAW

1. The Respondent's failure to appear at the duly noticed hearing constitutes a default.

2. Pursuant to 19.15.5.10 NMAC, the OCD may impose sanctions, including civil penalties, termination of authorization to transport, and plugging and abandonment of wells, for violations of Division rules. *Prehearing Statement, Exhibit 3.*
3. The evidence presented by the OCD staff in the pre-hearing statement and supporting affidavits is sufficient to establish the alleged violations. *See Prehearing Statement, Exhibit 1, 2, 3, and 4.*

ORDER

IT IS THEREFORE ORDERED THAT:

1. The Respondent, Action Oil Co. Inc. is found to be in default for its failure to appear at the hearing on March 12, 2026.
2. The Respondent is in violation of 19.15.5.9, 19.15.7.24, 19.15.25.8 NMAC. *Prehearing Statement, Exhibit 3.*
3. A civil penalty in the amount of \$450.00 is hereby assessed against Respondent. *Id.*
4. The civil penalty shall be paid to the "New Mexico Oil Conservation Division" within thirty (30) days from the date of this Order.
5. The OCD is authorized to proceed with the remedies sought in its Pre-Hearing Statement and NOV, including directing the Respondent to plug and abandon the non-compliant wells, terminating the Respondent's authorization to transport from all wells, and seeking indemnification for costs incurred by the OCD *Prehearing Statement p.2; Prehearing Statement, Exhibit 3.*
6. Jurisdiction of this matter is retained for the entry of such further orders as the Division may deem necessary.

Albert Chang

Albert C.S. Chang
Director, Oil Conservation Division

3/25/2026

DATE