New Mexico Oil Conservation Division Civil Penalty Calculation Worksheet

OCD EXHIBIT 10

Violation Summary

Alleged Violator: Estate of Dwight A. Tipton & Zimmerman Oil & Gas Exploration, Inc.

Violation Date: 8/1/2019 to present

Citation	Description	MinPA(\$)	
5.9(A)(4)(a)	fail to plug and abandon inactive wells	\$	250.00
Basis	See NOV.		
	Number of Inactive Wells		2
	Penalty Subtotal:	Ş	500.00
	Adjustment Factors		
Effort to Comply:		Fact	or
	No Cooperation or Compliance		0.6
	On November 6, 2020, OCD notified Tipton and Zimmerman of the alleged violation.		
History of Non-Complia	nce:		
Comments:			
Negligence and Willfulness:			
	Negligence		0.2
	Tipton and Zimmerman knew or should have known that the well must be plugged and abandoned.		
Comments:			
Economic Impact:			
	51-100 wells or gross sales between \$500,000-\$5,000,000		0.2
Comments:	Tipton has registered 62 wells with OCD.		
	Factor Subtotal:		2
	Outstanding Conditions		PA(\$)/day
	No outstanding conditions	\$	2,500.00
	Total Penalty=	\$	1,000.00