Adam Lively

From:

"Cindy Forgey" <cforgey@livelyexp.com>

Date:

Tuesday, July 07, 2020 1:48 PM

To:

Attach:

"Adam Lively" <alively@livelyexp.com> P1620704.JPG; P1620705.JPG; P1620706.JPG; P1620703.JPG

Subject:

Fw: Production Tank release on Lively Exploration [30-045-21195] LIVELY #011

From: Smith, Cory, EMNRD

Sent: Friday, April 10, 2020 4:12 PM

To: cforgey@livelyexp.com

Cc: Kelly, Jonathan, EMNRD; Powell, Brandon, EMNRD

Subject: Production Tank release on Lively Exploration [30-045-21195] LIVELY #011

Good Afternoon Mr. Lively,

During an inspection on April 9, 2020 an OCD inspector identified what looks to be a reportable spill under 19.15.29 NMAC. The inspector also noted that the location had a couple of other minor spills around the separator and below grade tank.

Could you please look into the situation and get back with me asap.

Cory Smith **Environmental Specialist** Oil Conservation Division Energy, Minerals, & Natural Resources 1000 Rio Brazos, Aztec, NM 87410 (505)334-6178 ext 115 cory.smith@state.nm.us

Adam Lively

From:

"Cindy Forgey" <cforgey@livelyexp.com>

Date:

Tuesday, July 07, 2020 1:48 PM

To:

"Adam Lively" <alively@livelyexp.com>

Subject:

Fw: Compliance issues on [30-045-21195] LIVELY #011

From: Kelly, Jonathan, EMNRD

Sent: Monday, April 13, 2020 8:11 AM

To: cforgey@livelyexp.com

Cc: Powell, Brandon, EMNRD; Smith, Cory, EMNRD

Subject: Compliance issues on [30-045-21195] LIVELY #011

Good morning,

An inspection at the end of last week found the following compliance issues that need to be addressed on the [30-045-21195] LIVELY #011 location within the next 90 days.

cJK2010425558 - Well sign is faded to a point where it is mostly illegible from 50 ft as required by 19.15.16.8 NMAC.

cJK2010425605 - Staining by separator and fiberglass above grade tank from minor releases, both less than 1 bbl is size, needs to be cleaned up per 19.15.29 NMAC. Fiberglass above grade tank exhibits signs of integrity loss, seepage visible on west side wall of tank.

Please email me notification with photos of the corrected items to help expedite clearing the compliance. Any replacement well signs should be appropriately located on location and follow requirements of 19.15.16.8 NMAC and other applicable regulatory agency requirements with information complete and correct. If you have any questions regarding any of the above items, please do not hesitate to contact me.

19.15.16.8 SIGN ON WELLS:

- A. An operator shall identify wells and related facilities the division regulates by a sign, which shall remain in place until the operator plugs and abandons the well and closes the related facilities.
 - B. For drilling wells, the operator shall post the sign on the derrick or not more than 20 feet from the well.
- C. The sign shall be of durable construction and the lettering shall be legible and large enough to be read under normal conditions at a distance of 50 feet.
 - **D.** The wells on each lease or property shall be numbered in non-repetitive, logical and distinctive sequence.
- E. An operator shall have 90 days from the effective date of an operator name change to change the operator name on the well sign unless the division grants an extension of time, for good cause shown along with a schedule for making the changes.
 - F. Each sign shall show the:
 - (1) well number;
 - (2) property name;
 - (3) operator's name;
- (4) location by footage, quarter-quarter section, township and range (or unit letter can be substituted for the quarter-quarter section); and
 - (5) API number.

[19.15.16.8 NMAC - Rp, 19.15.3.103 NMAC, 12/1/2008]

For field compliance issues that may be delayed due to the public health emergency please contact your OCD field representative prior to the expiration date and request an extension. Include the reason for the delay and the estimated extension timeframe being requested.

Thank you,

Jonathan D. Kelly
Compliance Officer
Oil Conservation Division
Energy, Minerals, & Natural Resources
1000 Rio Brazos, Aztec, NM 87410
(505) 320-0701
jonathan.kelly@state.nm.us