



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

04-Apr-07

**NGX COMPANY**

P O BOX 5

ROSWELL NM 88202

**LOV NO. 029707**

## LETTER OF VIOLATION - Inspection

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 reinspect the well and/or facility.

### INSPECTION DETAIL SECTION

**MCKEE No.001**

O-25-24S-28E

30-015-28268-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/04/2007	Routine/Periodic	Phil Hawkins	Yes	No	5/4/2007	iPCH0709443626

**Comments on Inspection:** 2" Line off Heater Treater open ended on to location and into pasture. Large area of oil on ground Violation of Rule 116 [19.15.3.116 NMAC] and Rule 13 [19.15.1.13 NMAC]. Please submit a Form C-141 to the OCD District 2 office no later than April 19, 2007. In addition, please submit a work plan proposal for clean up/remediation of this release no later than May 4, 2007. The work plan proposal is to be formulated based on site ranking, contaminant delineation, and NMOCD Rules and Guidelines.

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,



Artesia OCD District Office

**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.