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

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION, THROUGH THE SUPERVISOR OF DISTRICT II, FOR AN ORDER REQUIRING JACKIE BREWER D/B/A SANDLOTT ENERGY TO BRING ONE (1) WELL INTO COMPLIANCE WITH RULE 201.B, AND ASESSING APPROPRIATE CIVIL PENALTIES; EDDY COUNTY, NEW MEXICO

CASE NO. 13080

APPLICATION FOR COMPLIANCE ORDER AND CIVIL PENALTIES

1. SUBJECT WELL

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Levers "A" State # 3 B-8-18-28

30-015-26896

RECEIVED

Operator: Sandlott Energy P.O. Box 711 Lovington, New Mexico 88260

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Oil Conservation Division

2. TIMELINE OF EVENTS AND DATES:

DATE OF LAST PRODUCTION:

March, 2001

LETTERS OF DIRECTION:

(1)	10-21-2002	deadline of 1-24-2003
(2)	2-5-2003	deadline of 2-28-2003

NOTICE OF VIOLATION LETTER:

Letter sent 3-5-2003. The return receipt signed by Ruby A. Brewer (3-11-2003) has been delivered to the Division's district office.

PHONE CALLS:

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Deputy Inspector Gerry Guye talked to Operator on 1-27-03. Operator indicated he would have the well operational the week of 1-27-03. Guye set new due date of 2-3-03

INSPECTION:

Our last inspection was on 4-16-2003. At that time there had been a motor installed on the pump-jack. However, there was no indication that the pump-jack had been operating. The power switch was off at the meter pole.

WHEREFORE, the Supervisor of District II of the Division hereby applies to the

Director to enter an order:

- A. specifically ordering Operator to bring the subject well into compliance with OCD rules within a specified time fixed in said order by taking one of the following actions:
 - (i) causing such well to be plugged and abandoned in accordance with Division rules.
 - (ii) restoring such well to production or other Divisionapproved beneficial use,
 - (iii) applying to the Division for permission to place such well
 in "temporary abandonment" status pursuant to Division
 Rule 203, or
 - (iv) truly and accurately reporting to the Division any production from or injection into any of said wells which

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has, in fact, occurred and not been reported to the Division; and

 B. assessing an appropriate civil penalty against Operator for failure to take action to remedy the non-compliance of the subject wells after notice and demand from the Division to do so; such penalty to be not less than \$1,000.

RESPECTFULLY SUBMITTED,

K.

David K. Brooks Assistant General Counsel Energy, Minerals and Natural Resources Department of the State of New Mexico 1220 S. St. Francis Drive Santa Fe, NM 87505 (505)-476-3450

Attorney for The New Mexico Oil Conservation Division Case No. <u>13080</u>: Application of the New Mexico Oil Conservation Division for an Order Requiring Jackie Brewer d/b/a Sandlott Energy to Bring One (1) Well into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Eddy County, New Mexico. This application concerns the Levers "A" State Well No. 3 (API No. 30-015-26896), located in Unit B, Sec. 8, Twsp 18S, Range 28E.

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