

**New Mexico Oil Conservation Division
Civil Penalty Calculation Worksheet**

Violation Summary

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

Violation Date: **8/1/2019 to present**

Citation	Description	MinPA(\$)
8.9	fail to provide blanket plugging financial assurance for inactive wells (\$125,000) or one well financial assurance for three inactive wells	\$ 250.00
	Basis: <i>See NOV. This requirement accrued on or before August 1, 2019. OCD in its discretion assesses the penalty for 30 days. OCD reserves the right to assess additional days of violation.</i>	
		30
	Penalty Subtotal:	\$ 7,500.00

Adjustment Factors

Effort to Comply:		Factor
	No Cooperation or Compliance	0.6
Comments:	<i>On November 6, 2020, OCD notified Tipton and Zimmerman of the alleged violation.</i>	
History of Non-Compliance:		
Comments:		
Negligence and Willfulness:		
	Negligence	0.2
	<i>Tipton and Zimmerman knew or should have known that it must provide additional financial assurance.</i>	
Comments:		
Economic Impact:		
	51-100 wells or gross sales between \$500,000-\$5,000,000	0.2
Comments:	<i>Tipton has registered 62 wells with OCD.</i>	
	Factor Subtotal:	2

Outstanding Conditions

	MaxPA(\$)/day
	\$ 2,500.00
Total Penalty=	\$ 15,000.00



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