

## NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop Cabinet Secretary **Oil Conservation Division** 

Field Inspection Program "Preserving the Integrity of Our Environment"

12-Apr-04

MELROSE OPERATING COMPANY

**PO BOX 953** MIDLAND TX 79702

**NOTICE 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 I	DETAIL	<b>SECTION</b>

SIGNAL STATE No.001

A-16-18S-28E

30-015-01883-00-00

Inspection Date

Type Inspection

Le Soull

Inspector

\*Significant Violation? Non-Compliance?

Action Due By:

Inspection No.

04/09/2004 Routine/Periodic Mike Bratcher

Yes

7/13/2004

Corrective

iMLB0410037156

Comments on Inspection:

Motor on pumpjack is running but belts are broken. Area at wellhead is heavily contaminated and has oil standing. Violation Rule 13 and Rule 116.

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 Divison 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.