State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary Matthias Sayer Deputy Cabinet Secretary **David Catanach** Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

04-Oct-17

STEPHENS & JOHNSON OP CO P O BOX 2249 WICHITA FALLS TX 76308

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.

			INSPECTIO	N DETAIL	SECTION		
STATE 648 Inspection Date	AC 811 No.062 Type Inspection	2	Inspector	Violation?	J-10-19S-28E *Significant Non-Compliance?	30-015-02199-00-0 Corrective Action Due By:	0 Inspection No.
10/04/2017	Routine/Period Violations General Housekee		Tony Morales	Yes	No	1/7/2018	iTM1727736186
Comments		OK. All Equipm WELL HEAD 1	ent and Location ir 9.15.10.8	n Good Shape.	PJ. HOA OFF.	STAINING AROUNI)
STATE 648 Inspection Date	AC 811 No.06. Type Inspection	3	Inspector	Violation?	F-10-19S-28E *Significant Non-Compliance?	30-015-02200-00-0 Corrective Action Due By:	0 Inspection No.
10/04/2017	Routine/Period Violations General Housekee		Tony Morales	Yes	No	1/7/2018	iTM1727737193
Comments	on Inspection:	OK. All Equipm HOA OFF 19.1	ent and Location in 5.10.8	n Good Shape	PJ. STAINING	AROUND WELL HE	AD.

	AC 811 No.07	'1			G-10-19S-28E	30-015-02203-00-0	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Peric Violations		Tony Morales	Yes	No	1/7/2018	iTM1727737633
HOA OFF OL			nt and Location in C D TUBING ON LOC G TANK ON LOCA	CATION TAN	K BATTERIES NO	ROUND WELL HEA PLACARDS / WINDS	
EAST MILI	MAN POOL	UNIT No.003			K-12-19S-28E	30-015-02221-00-0)0
Inspection			T	\$7:-1-4:9	*Significant	Corrective	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
10/04/2017	Routine/Perio		Tony Morales	Yes	No	1/7/2018	iTM1727741535
Commente		ntification Signs (R		Card Chang		NOT VISIDLE 10.15	16.9
	on Inspection:		lent and Location n	Good Snape.		NOT VISIBLE 19.15	
EAST MILI Inspection Date	MAN POOL Type Inspectio	UNIT No.001	Inspector	Violation?	J-12-19S-28E *Significant Non-Compliance?	30-015-02223-00-(Corrective Action Due By:)() Inspection No.
10/04/2017	Routine/Perio Violations General Houseko	odic eeping (Rule 114)	Tony Morales	Yes	No	1/7/2018	iTM1727742027
Comments o	on Inspection:	OK. All Equipn 19.15.10.8	nent and Location ir	n Good Shape.	PJO. STAINING A	ROUND WELL HEA	D
EAST MILI Inspection Date			Inspector Violation?		H-12-19S-28E *Significant Non-Compliance?	30-015-10059-00-00 Corrective Action Due By: Inspection No.	
10/04/2017	Routine/Perio Violations		Tony Morales	Yes	No	1/7/2018	iTM1727749666
Comments of	on Inspection:		nent and Location in 19.15.10.8	n Good Shape.	. PJ. STAINING	G AROUND LOCATIO	DN.
EAST MIL	LMAN POOL	UNIT No.005	A		N-12-19S-28E	30-015-29934-00-0	00
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?		Inspection No.
10/04/2017	Routine/Peri Violations General Housek	odic eeping (Rule 114)	Tony Morales	Yes	No	1/7/2018	iTM1727750226
Comments	on Inspection:		nent and Location i	n Good Shape	. PJ. STAINING AF	ROUND WELL HEAD)
Inspection		. UNIT No.008			K-12-19S-28E *Significant	30-015-34629-00- Corrective	
Date	Type Inspectio		Inspector	Violation?	Non-Compliance?		Inspection No.
10/04/2017	Routine/Peri Violations General Housek	odic eeping (Rule 114)	Tony Morales	Yes	No	1/7/2018	iTM1727741297
Comments	on Inspection:		ment and Location i	n Good Shape	e. PJ, OLD TUBIN	NG ON LOCATION	

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.

Sincerely,

Artesia OCD Distric 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.