

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.

***INSPECTION DETAIL SECTION***

<b>STATE 648 AC 811 No.062</b>				<b>J-10-19S-28E</b>	<b>30-015-02199-00-00</b>	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727736186
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b> OK. All Equipment and Location in Good Shape. PJ. HOA OFF. STAINING AROUND WELL HEAD 19.15.10.8						
<b>STATE 648 AC 811 No.063</b>				<b>F-10-19S-28E</b>	<b>30-015-02200-00-00</b>	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727737193
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b> OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD. HOA OFF 19.15.10.8						

**STATE 648 AC 811 No.071**

G-10-19S-28E

**30-015-02203-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727737633
<b>Violations</b>						
General Housekeeping (Rule 114)						

**Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD.  
HOA OFF OLD TUBING ON LOCATION TANK BATTERIES NO PLACARDS / WINDSOCK  
OLD HOLDING TANK ON LOCATION 19.15.10.8

**EAST MILLMAN POOL UNIT No.003**

K-12-19S-28E

**30-015-02221-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727741535
<b>Violations</b>						
Absent Well Identification Signs (Rule 103)						

**Comments on Inspection:** OK. All Equipment and Location n Good Shape. LOCATION SIGN NOT VISIBLE 19.15.16.8

**EAST MILLMAN POOL UNIT No.001**

J-12-19S-28E

**30-015-02223-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727742027
<b>Violations</b>						
General Housekeeping (Rule 114)						

**Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD  
19.15.10.8

**EAST MILLMAN POOL UNIT No.002**

H-12-19S-28E

**30-015-10059-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727749666
<b>Violations</b>						
General Housekeeping (Rule 114)						

**Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND LOCATION.  
POWER OFF 19.15.10.8

**EAST MILLMAN POOL UNIT No.005A**

N-12-19S-28E

**30-015-29934-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727750226
<b>Violations</b>						
General Housekeeping (Rule 114)						

**Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD  
19.15.10.8

**EAST MILLMAN POOL UNIT No.008T**

K-12-19S-28E

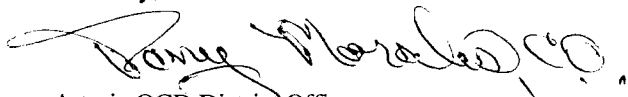
**30-015-34629-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/04/2017	Routine/Periodic	Tony Morales	Yes	No	1/7/2018	iTM1727741297
<b>Violations</b>						
General Housekeeping (Rule 114)						

**Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. OLD TUBING ON LOCATION  
19.15.10.8

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.

Sincerely,

A handwritten signature in black ink, appearing to read "Donny Morales". The signature is fluid and cursive, with a large, stylized initial "D".

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.