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.06 Type Inspection		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/Perio Violations General Housekee		Tony Morales	Yes	No	1/7/2018	iTM1727736186
Comments	on Inspection:	OK. All Equipm WELL HEAD	ent and Location ir 9.15.10.8	Good Shape.	PJ. HOA OFF.	STAINING AROUN	D
STATE 648 Inspection Date	AC 811 No.06 Type Inspection	-	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/Perio Violations General Houseke		Tony Morales	Yes	No	1/7/2018	iTM1727737193
•		OK. All Equipm HOA OFF 19.1	oment and Location in Good Shape. 0.15.10.8		PJ. STAINING AROUND WELL HEAD.		

STATE 648 Inspection	AC 811 No.07	'1			G-10-19S-28E *Significant	30-015-02203-00-0 Corrective)0	
Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Action Due By:	Inspection No.	
10/04/2017	Routine/Perio Violations		Tony Morales	Yes	No	1/7/2018	iTM1727737633	
		eping (Rule 114)						
HOA OFF OLI			nt and Location in O D TUBING ON LOO G TANK ON LOCA	CATION TAN	PJ. STAINING AROUND WELL HEAD. K BATTERIES NO PLACARDS / WINDSOCK 10.8			
EAST MILI	LMAN POOL	UNIT No.003			K-12-19S-28E	30-015-02221-00-0	00	
Inspection	Type Inspection		Inspector	Violation?	*Significant	Corrective	Inconcision No.	
Date 10/04/2017	••••••		•	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
10/04/2017	Routine/Peric		Tony Morales	Yes	No	1/7/2018	iTM1727741535	
Commonts	n Inspection:	ntification Signs (R		Card Chara	LOCATION SIGN		. 17. 9	
	-			Good Shape.		NOT VISIBLE 19.15		
EAST MILI Inspection Date	JMAN POOL Type Inspection	UNIT No.001	Inspector	Violation?	J-12-19S-28E *Significant Non-Compliance?	30-015-02223-00-0 Corrective Action Due By:	90 Inspection No.	
10/04/2017	Routine/Peric	odic	Tony Morales	Yes	No	1/7/2018	iTM1727742027	
	Violations		-					
	General Houseke	eping (Rule 114)						
Comments o	on Inspection:	OK. All Equipn 19.15.10.8	nent and Location in	n Good Shape.	PJO. STAINING A	ROUND WELL HEA	D	
EAST MILI	LMAN POOL	UNIT No.002			H-12-19S-28E 30-015-10059-00-00			
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/04/2017	Routine/Perio		Tony Morales	Yes	No	1/7/2018	iTM1727749660	
G (eeping (Rule 114)		a 1.61				
Comments	on Inspection:	OK. All Equipr POWER OFF	nent and Location in 19.15.10.8	n Good Shape	. PJ. STAININC	GAROUND LOCATIO	ON.	
	LMAN POOL	UNIT No.005	A		N-12-19S-28E	30-015-29934-00-	00	
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/04/2017	Routine/Perio Violations General Housek	odic eeping (Rule 114)	Tony Morales	Yes	No	1/7/2018	iTM1727750226	
Comments	on Inspection:		nent and Location is	n Good Shape	. PJ. STAINING AR	OUND WELL HEAD)	
EAST MIL	LMAN POOL	UNIT No.008	Т		K-12-19S-28E	30-015-34629-00-	00	
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.	
10/04/2017	Routine/Perio Violations	odic eeping (Rule 114)	Tony Morales	Yes	No	1/7/2018	iTM172774129′	
Comments	on Inspection:		nent 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 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.