



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

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Director

**Oil Conservation Division**

**HANSON OPERATING CO INC**  
PO BOX 1515  
ROSWELL NM 88202

April 14, 2006

## SECOND LETTER OF VIOLATION

Dear Operator:

A reinspection of the Hanson Federal No. 011 indicates that no action has been taken to bring the well into compliance with the 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. 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

### INSPECTION DETAIL SECTION

<b>HANSON FEDERAL No.011</b>		<b>C-25-26S-31E</b>		<b>30-015-05877-00-00</b>	
<b>Inspection</b>				<b>Corrective</b>	
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>Action Due By:</b>	<b>Inspection No.</b>
04/11/2006	Compliance Verification	Chris Beadle	Yes	5/5/2006	iCLB0610140308

**Comments on Inspection:** No Action Taken To bring Well into Compliance. Tank battery at SWD well has clean soils placed over contamination, clean soils contaminated around the tanks. Water tank has overflowed through piping opening in side of tank on west side.

Truck unloading battery at plugged well Hanson Federal #7 has had no action taken other than repairing the berm where the previous leak had escaped and flowed down the road. Another release has occurred at this location. Both tanks have overflowed impacting soils inside the bermed area. The smaller tank (north) has several leaks from corrosion holes and produced fluids have impacted soils through these leaks..

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

Artesia OCD District Office