



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Dear Operator:
Please review the attached inspection report.

01-Sep-05

DEVON ENERGY PRODUCTION COMPANY, LP

PO Box 250

Artesia NM 88210

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 DETAIL SECTION

TODD 13 O FEDERAL No.015				O-13-23S-31E	30-015-27716-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/01/2005	Routine/Periodic	Chris Beadle	Yes	No	10/3/2005	iCLB0524444161
Violations						
Surface Damage/Restoration						
Surface Leaks/Spills						
Comments on Inspection: Location needs attention. Equipment OK. Contamination along western side of location extends from northwest corner south about 125 feet and west into pasture approximately 50 feet. Remediation required. Contact NMOCD District 2 Environmental Compliance Officer with site ranking and remediation plan. Contamination impact on pasture may require notification of surface damage to surface owner.						

TODD 13 G FEDERAL No.021				G-13-23S-31E	30-015-31514-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/01/2005	Routine/Periodic	Chris Beadle	Yes	No	10/3/2005	iCLB0524443376
Violations						
Surface Leaks/Spills						
Comments on Inspection: Location needs attention. Equipment OK. Wellhead contamination has run off to the south and west along pumpjack. Remediation required. Contact NMOCD District 2 Office when remediation complete.						

TODD 13 F FEDERAL No.027

F-13-23S-31E

30-015-31879-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/01/2005	Routine/Periodic	Chris Beadle	Yes	No	10/3/2005	iCLB0524442786
Violations						
Surface Leaks/Spills						

Comments on Inspection: OK. All Equipment and Location in Good Shape. Contamination along southern edge of this location and tank battery where flowlines run to the tank battery. Remediation required. Contact NMOCD District 2 Office when remediation complete.

TODD 13 M FEDERAL No.031

M-13-23S-31E

30-015-32015-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/01/2005	Routine/Periodic	Chris Beadle	Yes	No	10/3/2005	iCLB0524441895
Violations						
Surface Leaks/Spills						

Comments on Inspection: Location needs attention. Equipment OK. Localized wellhead contamination approximately 10 feet around wellhead. Remediation required. Contact NMOCD District 2 Office when remediation complete.

TODD 22 B FEDERAL No.002

B-22-23S-31E

30-015-32203-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/01/2005	Compliance Verification	Chris Beadle	Yes	No	10/3/2005	iCLB0524436255
Violations						
Rule Violation						

Comments on Inspection: Conducted compliance inspection on location to verify status of 9/04 spill remediation. Tank battery appears to have been remediated, no follow-up documentation on file to close compliance case.

Found the 50 bbl fiberglass tank that was placed on location as a result of the 2004 tank battery release to have overfilled with produced fluids impacting soils on location. This tank was apparently plumbed to keep gas off the stock and produced water tanks.

A new compliance case was opened for the new spill from the 50 bbl relief tank. The old compliance case from 2004 was not closed due to insufficient documentation.

Remediation of the 50 bbl relief tank contamination required. Contact NMOCD District 2 Office when remediation is complete.

Please submit a final C-141, if appropriate, or other documentation updating the status of the remediation for the 2004 tank battery release.

TODD 13 E FEDERAL No.026

E-13-23S-31E

30-015-32632-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/01/2005	Routine/Periodic	Chris Beadle	Yes	No	10/3/2005	iCLB0524442243
Violations						
Surface Leaks/Spills						

Comments on Inspection: Location needs attention. Equipment OK. Wellhead contamination run off along south side of pump jack. Wellhead contamination and runoff require remediation. Contact NMOCD District 2 Office when remediation complete.

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

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.