

# State of New Mexico

## Energy, Minerals and Natural Resources Department

**Susana Martinez**  
Governor

**David Martin**  
Cabinet Secretary

**Tony Delfin**  
Deputy Cabinet Secretary

**David Catanach**, Director  
Oil Conservation Division

**\*Response Required - Deadline Enclosed\***

*Field Inspection Program*  
*"Preserving the Integrity of Our Environment"*

16-Aug-16

**STEPHENS & JOHNSON OP CO**  
PO BOX 2249  
WICHITA FALLS TX 76307

**LETTER OF VIOLATION -**

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.071</b>		G-10-19S-28E	<b>30-015-02203-00-00</b>	
<b>Inspection</b>		<b>*Significant</b>		<b>Corrective</b>
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>Non-Compliance?</b>
08/16/2016	Routine/Periodic	Gilbert Cordero	Yes	No
<b>Comments on Inspection:</b>		Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT. POWER OFF TO PJ		
		Action Due By:	Inspection No.	
		11/19/2016	iGC1622927504	

<b>EAST MILLMAN UNIT No.147</b>		E-14-19S-28E	<b>30-015-02249-00-00</b>	
<b>Inspection</b>		<b>*Significant</b>		<b>Corrective</b>
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>Non-Compliance?</b>
08/16/2016	Routine/Periodic	Gilbert Cordero	Yes	No
<b>Comments on Inspection:</b>		Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT		
		Action Due By:	Inspection No.	
		11/19/2016	iGC1622949331	

<b>EAST MILLMAN UNIT No.001</b>		A-15-19S-28E	<b>30-015-02256-00-00</b>	
<b>Inspection</b>		<b>*Significant</b>		<b>Corrective</b>
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>Non-Compliance?</b>
08/16/2016	Routine/Periodic	Gilbert Cordero	Yes	No
<b>Comments on Inspection:</b>		Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT		
		Action Due By:	Inspection No.	
		11/19/2016	iGC1622949650	

**EAST MILLMAN UNIT No.158** G-22-19S-28E 30-015-02289-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622931069  
 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT

**EAST MILLMAN UNIT No.167** A-22-19S-28E 30-015-02291-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622945835  
 Comments on Inspection: No Well Sign (Rule 19.15.16.8).

**STATE 648 AC 811 No.214** G-10-19S-28E 30-015-10857-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622928154  
 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT

**FEATHERSTONE WELCH No.002** E-22-19S-28E 30-015-22921-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622930213  
 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT

**EAST MILLMAN UNIT No.196** L-14-19S-28E 30-015-27302-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622949119  
 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT

**EAST MILLMAN UNIT No.199** E-14-19S-28E 30-015-27304-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622949526  
 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT

**EAST MILLMAN UNIT No.203** B-22-19S-28E 30-015-27348-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622946315  
 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT. NO FLOW LINES  
 HOOKED UP - SHOWS PRODUCTION

**EAST MILLMAN UNIT No.208** H-22-19S-28E 30-015-27467-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622931224  
 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR (SDX) IS NOT CORRECT

**EAST MILLMAN UNIT No.210** D-23-19S-28E 30-015-27481-00-00  
 Inspection \*Significant Corrective  
 Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No.  
 08/16/2016 Routine/Periodic Gilbert Cordero Yes No 11/19/2016 iGC1622932312  
 Comments on Inspection: No Well Sign (Rule 19.15.16.8).

**EAST MILLMAN UNIT No.224**

<b>Inspection</b>				<b>G-22-19S-28E</b>	<b>30-015-27725-00-00</b>
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>
08/16/2016	Routine/Periodic	Gilbert Cordero	Yes	No	11/19/2016
<b>Comments on Inspection:</b>		No Well Sign (Rule 19.15.16.8).			
					<b>Inspection No.</b>
					iGC1622930860

**EAST MILLMAN POOL UNIT No.014**

<b>Inspection</b>				<b>F-13-19S-28E</b>	<b>30-015-31678-00-00</b>
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>
08/16/2016	Routine/Periodic	Gilbert Cordero	Yes	No	11/19/2016
<b>Comments on Inspection:</b>		No Well Sign (Rule 19.15.16.8).			
					<b>Inspection No.</b>
					iGC1622942023

**EAST MILLMAN POOL UNIT No.014Q**

<b>Inspection</b>				<b>N-13-19S-28E</b>	<b>30-015-33543-00-00</b>
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>
08/16/2016	Routine/Periodic	Gilbert Cordero	Yes	No	11/19/2016
<b>Comments on Inspection:</b>		No Well Sign (Rule 19.15.16.8).			
					<b>Inspection No.</b>
					iGC1622942855

C115 Amendments are required for the following two wells that are not currently producing

**EAST MILLMAN UNIT No.203 30-015-27348-00-00**  
**EAST MILLMAN UNIT No.232 30-015-34860-00-00**

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,



Compliance Off, cee

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.