

State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martínez  
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"*

30-Oct-17

**COLGATE OPERATING, LLC**  
306 W. Wall Street Suite 500  
Midland TX 79701-9701

**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>INSPECTION</b>		<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
<b>PARKWAY DELAWARE UNIT No.501</b>						
<b>Inspection Date</b>	<b>Type Inspection</b>					
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730334462
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>		OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD AND LOCATION / LEASE ROAD CONTAMINATED MATERIAL NEAR TANK BATTERIES TANK BATTERIES NO WINDSOCK 19.15.10.8				
<b>PARKWAY DELAWARE UNIT No.503</b>						
<b>Inspection Date</b>	<b>Type Inspection</b>					
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730345190
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>		OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD. 19.15.10.8				

**PARKWAY DELAWARE UNIT No.201**

C-35-19S-29E 30-015-26063-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730338293
<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	
OLD SUCKER RODS ON LOCATION 19.15.10.8						

**PARKWAY DELAWARE UNIT No.305**

G-35-19S-29E 30-015-33071-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730333438
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. STAINING AROUND WELL HEAD	
119.15.10.8						

**PARKWAY DELAWARE UNIT No.511**

J-35-19S-29E 30-015-33073-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730336197
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. STAINING AROUND WELL	
HEAD+ STAINED AREA 10' X 60' 19.15.10.8						

**PARKWAY DELAWARE UNIT No.307Y**

G-35-19S-29E 30-015-33997-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730333921
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Goo Shape.		PJO. STAINING AROUND WELL HEAD	
19.15.10.8						

**PARKWAY DELAWARE UNIT No.515**

K-35-19S-29E 30-015-34407-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730340389
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. STAINING AROUND WELL HEAD	
19.15.10.8						

**PARKWAY 35 FEDERAL COM No.004H**

M-35-19S-29E 30-015-39839-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730341317
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. STAINING AROUND WELL	
HEAD+ STAINED AREA APPROX 10' X 65' 19.15.10.8						

**PARKWAY 35 FEDERAL COM No.003H**

L-35-19S-29E 30-015-40734-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730341031
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. STAINING AROUND WELL HEAD+	
/ LOCATION FLARE OK 19.15.10.8						

**PARKWAY 35 FEDERAL COM No.005H**

P-34-19S-29E 30-015-41377-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730342397
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. STAINING AROUND WELL HEAD TANK BATTERIES OK 19.15.10.8	

**OSAGE 34 FEDERAL No.001H**

A-34-19S-29E 30-015-41508-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730339579
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. COMPRESSOR CONNECTED TO WELLHEAD STAINING AROUND WELL HEAD+ AND LOCATION. TANK BATTERIES OK FLARE OK 19.15.10.8	

**OSAGE 34 FEDERAL No.006H**

I-34-19S-29E 30-015-41597-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730343345
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		PJO. STAINING AROUND WELL HEAD.	
19.15.10.8						

**PARKWAY 35 FEDERAL COM No.006H**

I-34-19S-29E 30-015-41646-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/30/2017	Routine/Periodic	Tony Morales	Yes	No	2/2/2018	iTM1730343646
<b>Violations</b>						
General Housekeeping (Rule 114)						
<b>Comments on Inspection:</b>			OK. All Equipment and Location in Good Shape.		CONVEYOR BELT UNIT OPERATING	
STAINING AROUND WELLHEAD. 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,

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.