

## NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON** 

Governor

Joanna Prukop Cabinet Secretary Mark E. Fesmire, P.E. Director

Oil Conservation Division

## \*Response Required - Deadline Enclosed\*

Field Inspection Program
"Preserving the Integrity of Our Environment"

18-Dec-08

MCCLURE OIL COMPANY, INC

500 W TEXAS STE 1300 MIDLAND TX 79701

**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

**HOBBS STATE No.001** 

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F-29-18S-38E \*Significant

No

30 - 025 - 23585 - 00 - 00

Inspection Date

Type Inspection

Inspector

\*Significant Violation? Non-Compliance? Corrective

12/17/2008

Routine/Periodic

Mark Whitaker

Yes

Action Due By: 3/22/2009

Inspection No. iMAW0835256055

Violations

Absent Well Identification Signs (Rule 103)

Surface Leaks/Spills

General Housekeeping (Rule 114)

Comments on Inspection:

Location needs attention. Equipment OK. Well sign not legible. Chemical drum leaking. Cellar has fluid. Empty chemical drum at unit. NEED TO REPLACE WELL SIGN (RULE 19.15.3103), REPAIR LEAK ON CHEMICAL DRUM AND REMOVE CONTAMINATED SOIL (RULE 19.15.3116), REMOVE FLUIDS FROM CELLAR, PIPE BRADENHEAD VALVES TO SURFACE AND FILL IN CELLAR, REMOVE EMPTY CHEMICAL DRUM (GENERAL

HOUSEKEEPING RULE 19.15.3.114). 1st letter of non-compliance. MW

**HOBBS STATE No.002** 

G-29-18S-38E

30-025-23620-00-00

Inspection

Type Inspection

Inspector

\*Significant Violation? Non-Compliance? Corrective

Date 12/17/2008

Routine/Periodic

Mark Whitaker

Yes

No

Action Due By: 3/22/2009

Inspection No. iMAW0835254140

**Violations** 

Absent Well Identification Signs (Rule 103)

General Housekeeping (Rule 114)

Comments on Inspection:

Location needs attention. Equipment OK. Well signs at well and battery not legible. No emergency contact number at battery. Cellar has fluid. Surplus equipment north of pumping unit. NEED TO REPLACE WELL SIGNS AT WELL AND BATTERY WITH AN EMERGENCY CONTACT NUMBER (SEE RULE 19.15.3.103), REMOVE FLUIDS FROM CELLAR (RULE 19.15.3.116) PIPE BRADENHEAD VALVES TO SURFACE AND FILL IN CELLAR, REMOVE ALL SURPLUS EQUIPMENT AND DEBRIS (GENERAL HOUSEKEEPING RULE 19.15,3,114), 1st

letter on non-complinace, MW

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

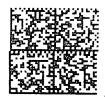
Sincerely.

COMPLIANCE

Hobbs 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

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



017H15554612 \$0.420 \$12/18/2008 Mailed From 88240

MCCLURE OIL COMPANY, INC 500 W TEXAS STE 1300 MIDLAND, TX 79701