

**RAILROAD COMMISSION OF TEXAS**  
**OFFICE OF GENERAL COUNSEL**  
**HEARINGS SECTION**

**OIL AND GAS DOCKET NO. 7B-0236047**

**ENFORCEMENT ACTION AGAINST NORTHCUTT PRODUCTION FOR VIOLATIONS OF STATEWIDE RULES ON THE MCCLATCHEY (21038) LEASE, WELL NOS. 1, 2, 3, 4, AND 7, MEDC (CADDO) FIELD, BROWN COUNTY, TEXAS.**

**FINAL ORDER**

The Commission finds that, after statutory notice in the above-numbered docket, heard on March 25, 2004, the examiners have made and filed a proposal for decision containing findings of fact and conclusions of law, which was served on all parties of record, and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the proposal for decision, the findings of fact and conclusions of law contained therein, and any exceptions and replies, hereby adopts as its own the findings of fact and conclusions of law contained in the proposal for decision, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

It is accordingly **ORDERED** that, within 30 days from the day immediately following the date this order becomes final that Northcutt Production:

- 1) Plug Well Nos. 1, 2, 3, 4, and 7, on the McClatchey (21038) Lease, MEDC (Caddo) Field, Brown County; and
- 2) Pay an administrative penalty of ELEVEN THOUSAND DOLLARS (\$11,000.00).

It is further **ORDERED** by the Commission that this order shall not be final and effective until 20 days after a party is notified of the Commission's order. A party is presumed to have been notified of the Commission's order three days after the date on which the notice is mailed. If a timely motion for rehearing is filed by any party of interest, this order shall not become final and effective until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T CODE §2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the parties are notified of the order in accordance with TEX. GOV'T CODE §2001.144.

Each exception to the examiners' proposal for decision not expressly granted herein is overruled.

All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

Done this \_\_\_\_ day of \_\_\_\_\_, 2004.

**RAILROAD COMMISSION OF TEXAS**

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**VICTOR G. CARRILLO, CHAIRMAN**

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**CHARLES R. MATTHEWS, COMMISSIONER**

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**MICHAEL L. WILLIAMS, COMMISSIONER**

**ATTEST:**

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**SECRETARY**