

BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

**APPLICANT: LARRY FIDDLER, DIRECTOR
OIL AND GAS CONSERVATION DIVISION
OKLAHOMA CORPORATION COMMISSION**

RESPONDENT: BELPORT OIL, INC.

**RELIEF SOUGHT: MONITARY FINES) CAUSE OGC NO. 200300030T
& COMPLIANCE) CITATION # 1-308A
WITH COMMISSION) ORDER NO. 484883
RULES)**

FINAL ORDER

This cause came on for hearing before Curtis M. Johnson, Administrative Law Judge, on the Enforcement Docket on December 9, 2003, in the Commission's Courtroom, Kerr Building, Tulsa, Oklahoma, pursuant to notice given as required by law and the rules of the Commission for the purpose of taking testimony and reporting to the Commission.

At the time of the hearing, Jim Hamilton, attorney for the Oil and Gas Conservation Division, appeared for the Applicant, Larry Fiddler, Director of the Oil and Gas Conservation Division of the Corporation Commission. Mr. George Davenport, President of Belport Oil Inc., was present.

FINDINGS

1. The Commission has jurisdiction over the subject matter, and notice has been given in all respects as required by law and rules of the Commission.

2. This matter relates to the Rose #17-2 salt-water disposal/injection well located in the SE/4 of the NW/4 of the NW/4 of Section 17, Township 26 North, Range 15 East, Nowata County, Oklahoma. Respondent was served with a citation on October 31, 2003. Responding to a landowner's complaint, Commission oil and gas field inspector Bill Shufeldt observed that salt water was being injected into the Rose #17-2 well. Further investigation by the field inspector disclosed that the Commission had not authorized the Rose #17-2 well to be used as an injection/disposal well.

3. Respondent, Belport Oil, Inc., is found in contempt of OCC-OAC165:10-5-2, which provides on Schedule A for a contempt fine of Five Thousand Dollars (\$5,000.00) for failure to obtain a permit for an injection or disposal well.

ORDER

IT IS THEREFORE THE ORDER OF THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA:

1. That the Respondent, Belport Oil, Inc., is found in contempt of OCC-OAC 165:10-5-2 which provides on Schedule A for a contempt fine of Five Thousand Dollars (\$5,000.00) for disposing of salt water into the Rose #17-2 well located in the SE/4 of the NW/4 of the NW/4 of Section 17, Township 26 North, Range 15 East, Nowata County, Oklahoma, without a permit as set forth in Commission Rules.

2. That the assessed monetary fine shall be paid by the Respondent, Belport Oil, Inc., to the Cashier, Finance Department, Corporation Commission, 2101 N. Lincoln Boulevard, P.O. Box 52000, Oklahoma City, OK 73152-2000 within thirty (30) days from the date of this order. As an accommodation to the Respondent, payment of this fine may be made in installments of One Thousand Dollars (\$1,000.00) per month. However, should Respondent fail to timely pay any installment, the full remaining amount of said fine shall be due and owing.

3. THAT PAYMENT OF THIS FINE IS DUE WITHIN THE TIME PROVIDED AND FAILURE TO PAY SHALL RESULT IN A STATE COURT JUDGMENT AND COLLECTION ACTION BEING FILED AGAINST THE RESPONDENT, AND A LIEN BEING FILED AGAINST THE PROPERTIES OF THE RESPONDENT ACCORDING TO 17 O. S. 1998, SECTION 6.

OKLAHOMA CORPORATION COMMISSION

Denise A. Bode

DENISE A. BODE, CHAIRMAN

Bob Anthony

BOB ANTHONY, VICE-CHAIRMAN

Jeff Cloud

JEFF CLOUD, COMMISSIONER


DONE AND PERFORMED this 8 day of ~~December~~ Jan. 2004.


BY ORDER OF THE COMMISSION:

Peggy Mitchell

PEGGY MITCHELL, Secretary

REPORT OF THE ADMINISTRATIVE LAW JUDGE


CURTIS M. JOHNSON
ADMINISTRATIVE LAW JUDGE


Jim Hamilton
Attorney, OBA #3762