

## Report on Oil and Gas Field Operations' Violations and Enforcement

### CHART 1: OIL AND GAS FIELD OPERATIONS DATA

The data below does not track the identification of a specific violation to enforcement action, as detailed in Chart 3, but rather is time-specific aggregate data.

	FY 2012 Quarter 1	FY 2012 Quarter 2	FY 2012 Quarter 3	FY 2012 Quarter 4	FY 2012 Total
Number of oil and gas inspections performed	26,449	27,110	31,858	33,067	118,484
Number of alleged violations identified through oil and gas inspections	13,196	11,738	15,641	15,385	55,960
Number of oil and gas complaints received	180	174	196	177	727
Number of oil and gas complaints resolved	208	104	109	140	561
<a href="#">Number of pipeline severances/seal orders issued</a>	2,543	2,003	2,213	2,221	8,980
Number of repeat oil and gas violators based on a seven-year look back	29	24	37	54	144

<b>CHART 2: OIL AND GAS FIELD OPERATIONS VIOLATIONS BY RULE</b>					
	<b>FY 2012 Quarter 1</b>	<b>FY 2012 Quarter 2</b>	<b>FY 2012 Quarter 3</b>	<b>FY 2012 Quarter 4</b>	<b>FY 2012 Total</b>
Number of alleged oil and gas violations itemized by rule violated	140	126	554	388	1,208
Rule Number					
<a href="#">3.1: Organization Report; Retention of Records; Notice Requirements</a>	0	0	0	0	0
<a href="#">3.2: Commission Access to Properties</a>	1	0	3	0	4
<a href="#">3.3: Identification of Properties, Wells, and Tanks</a>	30	23	79	90	222
<a href="#">3.5: Application To Drill, Deepen, Reenter, or Plug Back</a>	1	0	3	0	4
<a href="#">3.8: Water Protection</a>	42	50	102	68	262
<a href="#">3.9: Disposal Wells</a>	2	0	5	2	9
<a href="#">3.13: Casing, Cementing, Drilling, and Completion Requirements</a>	5	7	30	17	59
<a href="#">3.14: Plugging</a>	35	29	293	159	516
<a href="#">3.15: Surface Equipment Removal Requirements and Inactive Wells</a>	1	1	0	4	6
<a href="#">3.16: Log and Completion or Plugging Report</a>	5	6	3	9	23
<a href="#">3.17: Pressure on Bradenhead</a>	1	1	2	17	21
<a href="#">3.20: Notification of Fire Breaks, Leaks, or Blow-outs</a>	1	0	0	0	1
<a href="#">3.21: Fire Prevention and Swabbing</a>	3	0	7	5	15
<a href="#">3.22: Protection of Birds</a>	0	1	1	0	2
<a href="#">3.26: Separating Devices, Tanks and Surface Commingling of Oil</a>	0	0	0	2	2

<b>CHART 2: OIL AND GAS FIELD OPERATIONS VIOLATIONS BY RULE, continued</b>					
	<b>FY 2012 Quarter 1</b>	<b>FY 2012 Quarter 2</b>	<b>FY 2012 Quarter 3</b>	<b>FY 2012 Quarter 4</b>	<b>FY 2012 Total</b>
<a href="#">3.27: Gas To Be Measured and Surface Commingling of Gas</a>	1	1	0	0	2
<a href="#">3.32: Gas Well Gas and Casinghead Gas Shall Be Utilized for Legal Purposes</a>	0	0	3	0	3
<a href="#">3.36: Oil, Gas, or Geothermal Resource Operation in Hydrogen Sulfide Areas</a>	0	0	2	0	2
<a href="#">3.46: Fluid Injection into Productive Reservoirs</a>	4	4	16	5	29
<a href="#">3.58: Certificate of Compliance and Transportation Authority; Operator Reports</a>	0	0	0	0	0
<a href="#">3.73: Pipeline Connection; Cancellation of Certificate of Compliance; Severance</a>	3	1	3	10	17
<a href="#">3.81: Brine Mining Injection Wells</a>	0	0	0	0	4
<a href="#">3.91: Cleanup of Soil Contaminated by a Crude Oil Spill</a>	2	0	1	0	3
<a href="#">3.98: Standards for Management of Hazardous Oil and Gas Waste</a>	0	2	0	0	2
<a href="#">4.611: Oil and Gas NORM Prohibited Disposal</a>	0	0	0	0	0
<a href="#">TNRC 85.3855: Administrative Penalty</a>	1	0	0	0	1
<a href="#">TNRC 91.143: False Applications, Reports, and Documents and Tampering with Gauges</a>	2	0	1	0	3

**CHART 3: OIL AND GAS ENFORCEMENT AND DOCKET DATA**

The data in Chart 3 does not track the identification of a violation listed in Chart 1 to penalty action. This chart contains time-specific aggregate data. The number of oil and gas violations sent to the Office of General Counsel for docketing are not necessarily related to the number of enforcement dockets created in the same time period. Additionally, each docket may contain multiple violations.

	<b>FY 2012 Quarter 1</b>	<b>FY 2012 Quarter 2</b>	<b>FY 2012 Quarter 3</b>	<b>FY 2012 Quarter 4</b>	<b>FY 2012 Total</b>
Number of alleged oil and gas violations sent to Office of General Counsel Enforcement	140	126	554	388	1,208
Severity of oil and gas violation, either major or minor (Major/Minor)	81 Major and 59 Minor	62 Major and 64 Minor	396 Major and 158 Minor	222 Major and 166 Minor	761 Major and 447 Minor
Number of oil and gas enforcement dockets	49	46	48	74	217
Amount of final oil and gas enforcement penalties assessed	\$224,692.50	\$242,425.00	\$389,750.00	\$1,108,152.00	\$ 1,965,019.50