



STATE OF NEW MEXICO
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

December 26, 1990

Mr. Patrick B. Woosley
APA Development Co.
P.O. Box 215
Cortez, CO 81321

RE: Santa Fe Barbs #1

Dear Mr. Woosley:

Our records indicate your company has been disposing of produced water from the Santa Fe Leggs #2 into the referenced well without a permit. OCD Rule #705.B states that whenever there is a continuous six month period of non-injection, the well will be considered abandoned and authority to inject shall be terminated. It is my understanding that you had applied to resume injection into the well. The request was subsequently returned to you unapproved because you had not acquired a plugging bond. Realizing that some confusion may have resulted, I will recommend that you not be penalized for this infraction. You are however directed to cease injection immediately. Failure to comply will result in fines of up to one thousand dollars per day per violation. You are also required to conduct a Mechanical Integrity Test before resuming operations.

When your request to resume injection is received it will be reviewed and if approved, a date can be set to conduct the test. This test must be witnessed by OCD personnel.

If you have any questions, you may contact me or Denny Foust at 505-334-6178.

Yours truly,

Charles Gholson
Deputy Oil & Gas Inspector
NMOCD District III

CG:sh

xc: Dave Catanach
Bob Stovall
Well File