Extered april 9, 1982 Jak

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 7508 Order No. R-6591-A

APPLICATION OF P & O OIL FIELD SERVICE FOR AN OIL TREATING PLANT PERMIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 16, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 9th day of April, 1982, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, P & O Oil Field Service, seeks authority to construct and operate a chemical and heat-treatment type oil treating plant in the SW/4 NE/4 of Section 10, Township 25 South, Range 36 East, NMPM, Lea County, New Mexico, for the reclamation of up to approximately 30 barrels of sediment oil per operating hour to be obtained from tank bottoms, disposal water, and waste pits.
- (3) That the evidence presented in this case revealed that the application is not for a new facility but rather represents a change in location of a facility approved by Division Order No. R-6591 dated February 12, 1981.
- (4) That the applicant proposes to change the location of such plant from the SW/4 NW/4 of Section 25, Township 25 South, Range 36 East, NMPM, Lea County, New Mexico, to the location described in Finding No. (1) above.

-2-Case No. 7508 Order No. R-6591-A

- (5) That no reclamation activity was conducted at the previously approved site.
- (6) That the first paragraph of Order (1) of Division Order No. R-6591 should be amended to read in its entirety as follows:
 - "(1) That the applicant, P & O Oil Field Service, is hereby authorized to install and operate a chemical and heat-treatment type oil treating plant in the SW/4 NE/4 of Section 10, Township 25 South, Range 36 East, NMPM, Lea County, New Mexico, for the purpose of treating and reclaiming sediment oil to be obtained from tank bottoms and waste pits;"

IT IS THEREFORE ORDERED:

- (1) That the first paragraph of Order No. (1) of Division Order No. R-6591 entered February 12, 1981, is hereby amended to read in its entirety as follows:
 - "(1) That the applicant, P & O Oil Field Service, is hereby authorized to install and operate a chemical and heat-treatment type oil treating plant in the SW/4 NE/4 of Section 10, Township 25 South, Range 36 East, NMPM, Lea County, New Mexico, for the purpose of treating and reclaiming sediment oil to be obtained from tank bottoms and waste pits;"
- (2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

theres

JOE D. RAMEY

Director

S E A L fd/