



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

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

Date: 10/19/88

Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen: PC

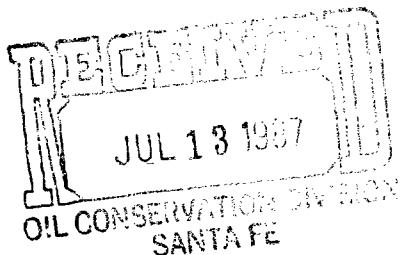
I have examined the application dated Oct 19, 1988
for the Robert L. Bayless Tractor #1 A-21-30A-14W
Operator Lease & Well No.

A-21-30A-14W and my recommendations are as follows:
Unit, S-T-R

Agree with separate uniting

Yours truly,

[Signature]



ROBERT L. BAYLESS

PETROLEUM PLAZA BUILDING
P. O. BOX 168
FARMINGTON, NEW MEXICO 87499
(505) 326-2659

July 9, 1987

New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87501

ATTN: Mr. William LeMay

RE: Request for Surface Commingling
Coolidge Com #1 and Roosevelt #1
Basin Dakota Pool
Section 22, T30N, R14W
San Juan County, New Mexico

Gentlemen:

We hereby request the surface commingling of gas production from our Coolidge Com #1 located 950' FNL & 1190' FEL, Section 22, T30N, R14W, and our Roosevelt #1 located 1850' FSL & 790' FEL, Section 22, T30N, R14W, from the Basin Dakota pool. The Coolidge Com #1 proration unit is made up of Federal Oil & Gas Lease #NM15272 and #NM20314, while the Roosevelt #1 proration unit is entirely in #NM20314.

The Coolidge Com #1 was drilled and completed in the Dakota formation by Bayless on March 6, 1985 for an AOF of 3279 MCFGPD. Northwest Pipeline evaluated this well and assigned enough reserves to justify a pipeline and meter installation. This well was first delivered on February 19, 1986. As of June 1, 1987, it has produced 11,533 MCFG.

The Roosevelt #1 was drilled and completed in the Dakota formation by Bayless on December 16, 1985 for an AOF of 1619 MCFGPD. No gas has been sold from this well.

Between the time the Coolidge Com #1 and the Roosevelt #1 were drilled, Northwest Pipeline changed their policy on well hookups and meter installations. The producer, not the pipeline, now has the burden to hook his well up. The pipeline will do this for the producer but the producer must pay for this hookup, up front, and the materials used for installation (meter installation, line pipe, etc.) are the property of Northwest Pipeline, not the producer. The estimated cost to connect this well by Northwest Pipeline is \$30,100.

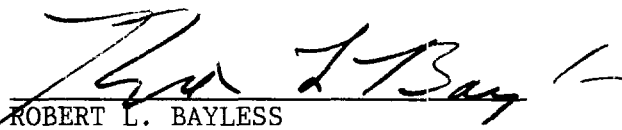
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N.M. Oil Conservation Division
July 9, 1987

To bypass this unfair situation, Bayless requested and was granted a right-of-way from the BLM to lay a 2-3/8" surface pipeline from the Roosevelt #1 to the Coolidge Com #1 sales meter (see Attachment #1). This work was completed on June 1, 1987. We currently have a gas metering facility on the Roosevelt #1 pad that we own that will measure gas produced from the Roosevelt #1. We propose to sell gas from both wells through the Coolidge Com #1 gas sales meter and determine the Coolidge Com #1 produced volume by subtracting the Roosevelt #1 measured gas volume from the total gas volume sold through the Coolidge Com #1 gas sales meter. Even though these two wells are located on two separate Federal leases (NM-15272 and NM-20314) the working interest ownership in both wells is the same.

We feel that surface commingling of these two wells will maximize their economic gas production without violating correlative rights. Without this surface commingling, the cost of producing gas from the Roosevelt #1 will be burdensome. A plat showing the location of the subject wells is enclosed with the approved BLM right-of-way request in Attachment #1.

Should any questions arise on this matter, please contact me.

Yours truly,



ROBERT L. BAYLESS

RLB/eh

Enclosure

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE*
(Other instructions on re-
verse side)

Budget Bureau No. 1004-0135
Expires August 31, 1985

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.
Use "APPLICATION FOR PERMIT..." for such proposals.)

1. ☐ OIL WELL ☐ GAS WELL ☒ OTHER

2. NAME OF OPERATOR

Robert L. Bayless

3. ADDRESS OF OPERATOR

P.O. Box 168, Farmington, NM 87499

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*
See also space 17 below.)
At surface

1850' FSL & 790' FEL

BUREAU OF LAND MANAGEMENT
FARMINGTON RESOURCE AREA

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)

5647' GL

5. LEASE DESIGNATION AND SERIAL NO.

NM 20314

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Roosevelt

9. WELL NO.

#1

10. FIELD AND POOL, OR WILDCAT

Basin Dakota

11. SEC., T., S., M., OR BLK. AND
SURVEY OR AREA

Sec. 22, T30N, R14W

12. COUNTY OR PARISH 13. STATE

San Juan

NM

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF

FRACTURE TREAT

SHOOT OR ACIDIZE

REPAIR WELL

(Other) Access road R/W

PULL OR ALTER CASING

MULTIPLE COMPLETE

ABANDON*

CHANGE PLANS

SUBSEQUENT REPORT OF:

WATER SHUT-OFF

FRACTURE TREATMENT

SHOOTING OR ACIDIZING

(Other)

REPAIRING WELL

ALTERING CASING

ABANDONMENT*

(NOTE: Report results of multiple completion on Well
Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Please consider this request to build a new access road on lease to provide easier access to the Roosevelt #1 for both production maintenance and access for pipeline construction.

Attached is a copy of the survey plat.

Length of the road as shown on the survey will be 2,601.18 feet, of which approximately 350' is off lease and a right-of-way application has been filed with the District Office.

18. I hereby certify that the foregoing is true and correct.

SIGNED

Kern H. McCon

TITLE Petroleum Engineer

DATE 10/28/86

(This space for Federal or State office use)

APPROVED BY

TITLE

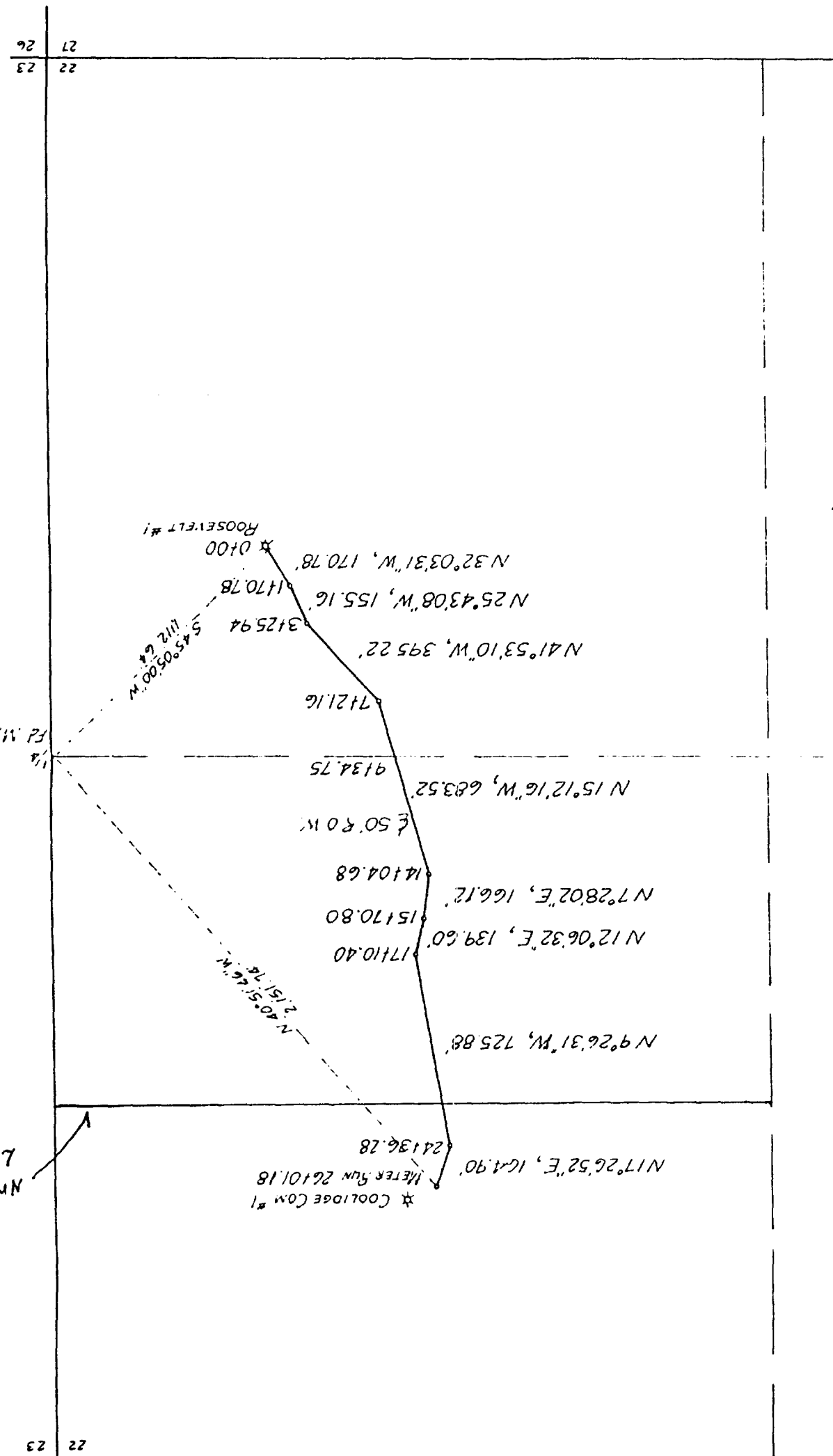
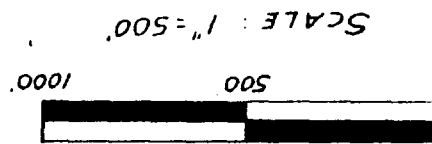
CONDITIONS OF APPROVAL, IF ANY:

APPROVED

APR 9 1987

for Carlson D. Kiner
AREA MANAGER

*See Instructions on Reverse Side
OPERATOR



DESCRIPTION

A proposed Right-of-Way 50 feet in width, situate in the E $\frac{1}{2}$ of Section 22, T30N, R14W, N.M.P.M., San Juan County, New Mexico, lying 25 feet on each side of the following described centerline:

Beginning at the Roosevelt #1, Sta. 0+00, whence the E $\frac{1}{4}$ Corner of said Sec. 22 bears N 45° 05' 00" E, a distance of 1,112.64 feet;

Thence: N 32° 03' 31" W, 170.78 feet to Sta. 1+70.78;

Thence: N 25° 43' 08" W, 155.16 feet to Sta. 3+25.94;

Thence: N 41° 53' 10" W, 395.22 feet to Sta. 7+21.16;

Thence: N 15° 12' 16" W, 683.52 feet to Sta. 14+04.68;

Thence: N 7° 28' 02" E, 166.12 feet to Sta. 15+70.80;

Thence: N 12° 06' 32" E, 139.60 feet to Sta. 17+10.40;

Thence: N 9° 26' 31" W, 725.88 feet to Sta. 24+36.28;

Thence: N 17° 26' 52" E, 164.90 feet to Sta. 26+01.18, which is the meter run of the Coolidge Com #1, whence said E $\frac{1}{4}$ Corner bears S 40° 51' 46" E, a distance of 2,151.74 feet.

Length of Right-of-Way is 2,601.18 feet (157.65 rods or 0.49 miles) and contains 2.99 acres, more or less.

CERTIFICATION

I, William E. Mahnke II, do hereby certify that I am a Professional Land Surveyor duly Registered under the Laws of the State of New Mexico, and that I prepared this plat at the direction of the Owners from field notes of an actual survey, and that the representations hereon are true and correct to the best of my knowledge and belief.



William E. Mahnke II 10-27-86

William E. Mahnke II
New Mexico P.L.S. No. 8466

| | | |
|-------------------------------------|---------------------------------------|----------------------|
| ROBERT L. BAYLESS | | |
| RIGHT-OF-WAY | SCALE 1"=500' | DRAWN BY W.E.M.II |
| E $\frac{1}{2}$ SEC. 22, T30N, R14W | | REVISED |
| DATE 10-27-86 | DRAWING NUMBER KERR LAND SURVEYING | |

FIELD: 10-27-86
BASIS OF BEARINGS: G.L.O.

STANDARD STIPULATIONS FOR
SURFACE PIPELINES IN THE
FARMINGTON RESOURCE AREA

1. All construction, maintenance and vehicular traffic is to be confined to the right-of-way.
2. No blading or mechanical clearing of vegetation will be allowed.
3. All pipeline(s) shall be buried to a depth of three (3) feet where it crosses any existing road. All pipelines shall also be buried to a depth of three (3) feet where they cross areas associated with existing roads (i.e. bar ditches, turnouts, etc....). The pipeline shall be marked with suitable signs on either side of the existing road.
4. If the pipeline is to be placed adjacent to an existing road, it shall be no closer than fifteen (15) feet from the road, or the bar-ditch of that road.
5. Plastic pipe shall not be allowed in the construction of a surface pipeline.
6. All design, material, construction, operation, maintenance and termination practices shall be in accordance with safe and proven engineering practices and industry standards.
7. The right-of-way shall be maintained by the grantee to the satisfaction of the local Bureau of Land Management Office. The maintenance shall be for the duration of the right-of-way grant.
8. Upon cancellation, relinquishment or expiration of this right-of-way, the grantee shall contact the BLM and comply with the abandonment procedures prescribed by the BLM, Albuquerque District Manager.
9. After all restoration stipulations have been complied with, a proof of construction letter shall be submitted to the authorized officer. Proof of construction letters shall be filed no later than one year after completion of construction.
10. The Holder agrees not to exclude any person from participating in employment or procurement activity connected with this grant on the ground of race, creed, color, national origin, and sex, and to ensure against such exclusions, the Holder further agrees to develop and submit to the proper reviewing official specific goals and timetables with respect to minority and female participation in employment and procurement activity connected with this grant. The Holder will take affirmative action to utilize business enterprises owned and controlled by minorities or women in its procurement practices connected with this grant. Affirmative action will be taken by the Holder to assure all minorities or women applicants full consideration of all employment opportunities connected with this grant. The Holder also agrees to post in conspicuous places on its premises which are available to contractors, subcontractors, employees, and other interested individuals, notices which set forth equal opportunity terms; and to notify interested individuals, such as bidders, contractors, purchasers, and labor unions or representatives of workers with whom it has collective bargaining agreements, of the Holder's equal opportunity obligations.
11. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy of use of public lands under this grant.

12. Each existing fence to be crossed by the right-of-way shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock and upon completion of construction the fence shall be repaired to BLM specifications. A cattleguard with an adjacent 12 foot gate shall be installed in any fence where a road is to be regularly travelled. Upon prior approval of the BLM representative a metal gate may be installed in lieu of a cattleguard. Prior to crossing any fence located on Federal land, or any fence between Federal and private land, the grantee shall contact the grazing lessee or owner of said fence and offer them the opportunity to be present when the fence is cut in order to satisfy himself that it is adequately braced and tied off.

Grazing Lessee #12 DOES NOT APPLY Address N/A
FOR THIS CASE/PIPELINE. Phone

13. All above ground structures and/or pipelines shall be painted to blend with the natural surrounding according to the following schedule. When such structures occur near roads and may be a safety hazard, a reflective material may be used to reduce that hazard. The paint used should be a non-glare, non-reflective, non-chalking color that simulates:

☐ Federal Standard 595a
34127 (Juniper Green)

☐ Munsell Soil Color
5Y 6/1 (State Gray)

☒ Munsell Soil Color
2.5Y 6/2 (Carlsbad
Canyon Brown)

14. If, in its operations, the right-of-way grantee discovers any historic or prehistoric ruin, monument or site, or any object of antiquity subject to the Antiquities Act of 1906, The Archeological Resources Protection Act of 1979, and 43 CFR Part 3, then work will be suspended and the discovery promptly reported to the BLM Area Manager. The BLM will then specify what action is to be taken. The right-of-way grantee will obtain at his/her expense, a qualified archeologist to carry out the specific instruction of the BLM
15. All liquids produced during the operation of this right-of-way will be disposed of in a manner that makes them unavailable for livestock or wildlife consumption.

STIPULATIONS FOR ACCESS ROAD RIGHT-OF-WAY

1. All construction, maintenance and vehicular traffic shall be confined to the right-of-way.
2. Clearing, grading and other soil and vegetation disturbance shall be limited to the minimum required for construction. When clearing the right-of-way in a pinyon-juniper type vegetation, the trees removed shall be left available for wood gathering activities. Every effort shall be made to insure that soil is not mixed with the trees during road construction.
3. All existing improvements affected by construction and maintenance of the right-of-way facilities shall be maintained in a serviceable condition at all times.
4. Materials removed during construction must be backfilled or disposed of in such a manner as to not hinder the movement of livestock or big game animals across the right-of way.
5. When a road or construction in connection with the right-of-way breaks or destroys a natural barrier used for livestock control, gaps thus opened shall be fenced to prevent drift of livestock. Said fences shall be constructed according to BLM specifications.
6. Each existing fence to be crossed by the right-of-way shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock and upon completion of construction the fence shall be repaired to BLM specifications. A cattleguard with an adjacent 12 foot gate shall be installed in any fence where a road is to be regularly traveled. Upon prior approval of the BLM representative, a metal gate may be installed in lieu of a cattle guard. Prior to crossing any fence located on federal land, or any fence between federal land and private land, the grantee shall contact the grazing lessee or owner of said fence and offer them the opportunity to be present when the fence is cut in order to satisfy himself that it is adequately braced and tied off.

Grazing Lessee: ^{#6/} DOES NOT Apply Address: N/A Phone: N/A

7. The right-of-way shall be maintained by the grantee to the satisfaction of the local authorized Bureau of Land Management Officer. The maintenance shall be for the duration of the right-of-way grant and shall include, but will not be limited to, soil stabilization.
8. After all restoration stipulations have been complied with, a proof of construction letter shall be submitted to the authorized officer. Proof of construction letters shall be filed no later than one year after completion of construction.
9. Upon cancellation, relinquishment or expiration of this right-of-way, the grantee shall contact the BLM and comply with the abandonment procedures prescribed by the BLM, Albuquerque District Manager. The authorized representative may require the access road to be closed, cross ripped, and reseeded according to local BLM specifications.

10. The Holder agrees not to exclude any person participating in employment or procurement activity connected with this grant on the grounds of race, creed, color, national origin, and sex, and to ensure against such exclusions, the Holder further agrees to develop and submit to the proper reviewing official specific goals and timetables with respect to minority and female participation in employment and procurement activity connected with this grant. The Holder will take affirmative action to utilize business enterprises owned and controlled by minorities or women in its procurement practices connected with this grant. Affirmative action will be taken by the Holder to assure all minorities or women applicants full consideration of all employment opportunities connected with this grant. The Holder also agrees to post in conspicuous places on its premises which are available to contractors, subcontractors, employees, and other interested individuals, notices which set forth equal opportunity terms; and to notify interested individuals, such as bidders, contractors, purchasers, and labor unions or representatives of workers with whom it has collective bargaining agreements, of the Holder's equal opportunity obligations.
11. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
12. SPECIAL STIPULATIONS

The special stipulation designated below ☐ apply to the subject right-of-way:

- ☐ a. No construction activities will be conducted between December 1st and March 31st to avoid disturbance in elk and deer winter range. If there is a conflict, please contact the Wild Biologist at the Farmington BLM Office.
- ☐ b. No construction activities will be conducted between November 1st and March 31st to avoid disturbance near bald eagle use areas. If there is conflict, please contact the Wildlife Biologist at the Farmington BLM Office.
- ☐ c. The grantee shall call the local BLM office (505-325-3581) twenty-four (24) hours prior to construction of the project in order to allow a BLM representative an opportunity to be present.
- ☐ d. Gravel will not be applied to any portion of the road surface until authorization is obtained from the Area Manager of the local Bureau of Land Management Office.
- ☐ e.

Right-of-way Name #1 ROOSEVELT No. 1

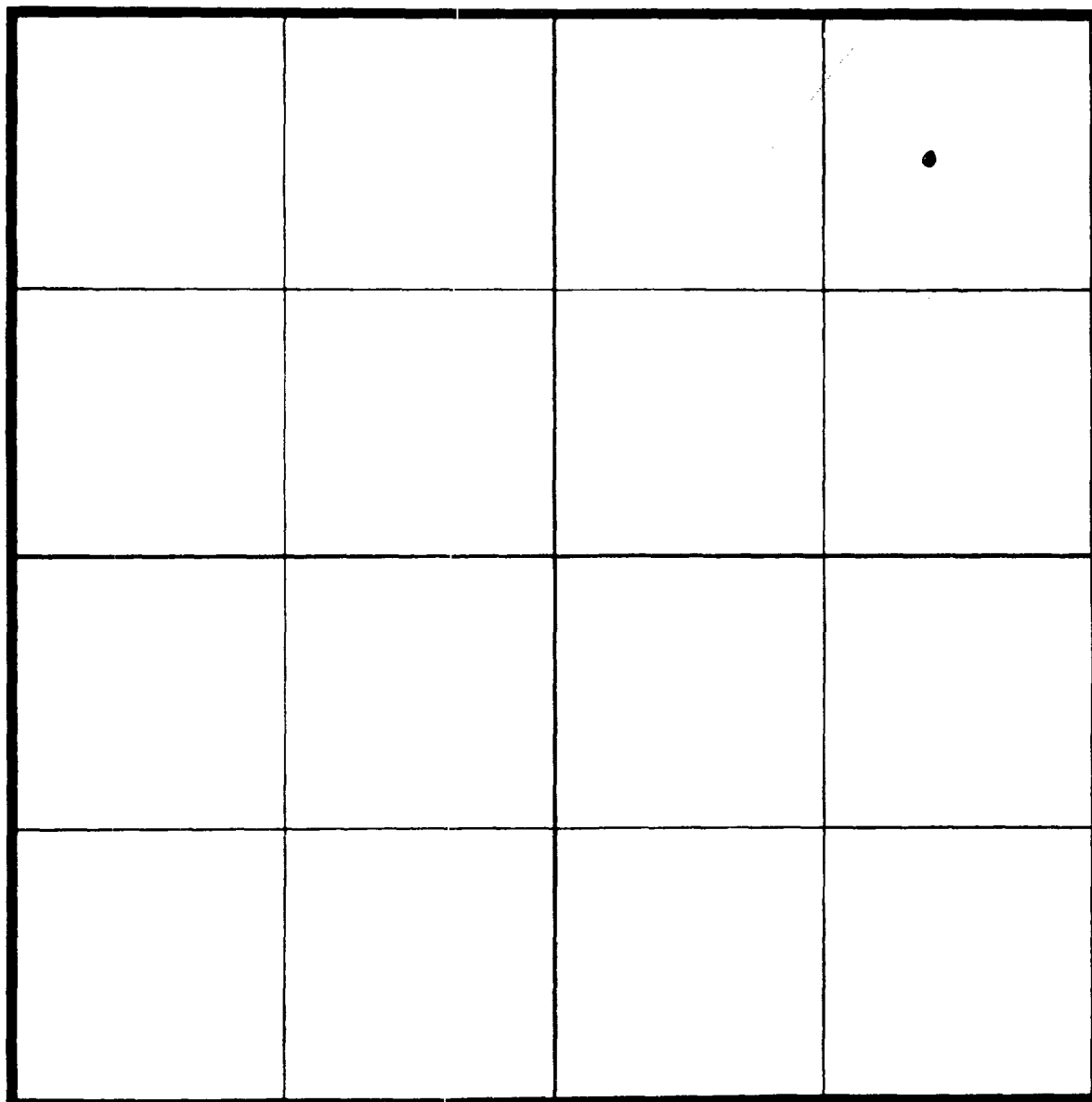
T. 30 N., R. 14 W., NMPM, Section(s): 22 / SW NE, NE 1/4.

Jack T. Spears Date 10/22/86.
BLM Field Examiner

Sec. 21 Township No. 30 N. of Range No. 4W

160 Acres

NM 25857 Harper Co. Mo.



*Harper Co.
containing 16*

Sec. 22 Township No. 30 N of Range No. 14W

| | | | |
|--|-------|-----------|-----------------------------------|
| | 15372 | | Cedro Comm No. 1 Burr Dated |
| | | | |
| | | N M 20514 | Russell No 1 Burr Dated |
| | | | |