

Rose-Coss, Dylan H, EMNRD

From: Nathan Alleman <nalleman@all-llc.com>
Sent: Tuesday, December 10, 2019 4:50 PM
To: Rose-Coss, Dylan H, EMNRD
Subject: [EXT] RE: Denial of Application to Inject - Ensico SWD No. 1

Thanks Dylan! That's what we needed to know.

Nate Alleman

ALL Consulting
Office: 918-382-7581
Cell: 918-237-0559

From: Rose-Coss, Dylan H, EMNRD <DylanH.Rose-Coss@state.nm.us>
Sent: Tuesday, December 10, 2019 5:44 PM
To: 'Nathan Alleman' <nalleman@all-llc.com>
Subject: FW: Denial of Application to Inject - Ensico SWD No. 1

Nate,

This is what Phil was able to turn up on the Ensico SWD No. 1 application.

Thanks and let me know if you have any additional questions.

Best,

Dylan Rose-Coss

Petroleum Specialist
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

(505) 476-3477



From: Goetze, Phillip, EMNRD <Phillip.Goetze@state.nm.us>
Sent: Tuesday, December 10, 2019 3:55 PM
To: Rose-Coss, Dylan H, EMNRD <DylanH.Rose-Coss@state.nm.us>
Subject: FW: Denial of Application to Inject - Ensico SWD No. 1

Per your request with regards to the Ensico SWD No. 1 application. PRG

Phillip Goetze, PG
Engineering Bureau, Oil Conservation Division, NM EMNRD
1220 South St. Francis Drive, Santa Fe, NM 87505
Direct: 505.476.3466
E-mail: phillip.goetze@state.nm.us

From: Goetze, Phillip, EMNRD
Sent: Friday, December 21, 2018 4:01 PM
To: 'Sarah Presley' <s.presley@delawareenergy.com>
Cc: McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>; Jones, William V, EMNRD <WilliamV.Jones@state.nm.us>; Lowe, Leonard, EMNRD <Leonard.Lowe@state.nm.us>; 'Seth McMillan' <SMcMillan@montand.com>
Subject: Denial of Application to Inject - Ensico SWD No. 1

RE: Delaware Energy LLC
Application to Inject: Ensico SWD No. 1 (API 30-015-Pending) Sec 35, T24S, R27E, NMPM, Eddy County; Appl. No. pPRG1630829712 (originally pMAM1630053276)

Ms. Presley:

The application submitted on behalf of Delaware Energy LLC for approval of the Ensico SWD No. 1 is being denied. This denial is based on a deficient application which has remained suspended since it was first submitted in October 2016. A protest of the application was submitted by Finley Resources in November 2016 which resulted in this application being sent to hearing in Case No. 16375. With the withdrawal of Finley's protest, the case was dismissed at the September 20, 2018 Examiner's hearing and was followed by the issuance of Division Order R-20251.

With both the notice of protest and the notice of the protest withdrawal, the Division listed several deficiencies in the application including the significant disregard for the protection of the Capitan Reef aquifer in the well design. With these deficiencies, the continued lack of response, and a pending application which is now over two years in age, the Division is denying the application and will reject any resubmittal of this application with similar content.

If you have any questions regarding the content of this correspondence, please contact me (via phone or e-mail) at your convenience. PRG

Phillip Goetze, PG
Engineering Bureau, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive, Santa Fe, NM 87505
Direct: 505.476.3466
E-mail: phillip.goetze@state.nm.us

