

BW - 9

**MECHANICAL
INTEGRITY TEST
(MITs)**

DATE: _____

Chavez, Carl J, EMNRD

From: Chavez, Carl J, EMNRD
Sent: Tuesday, June 24, 2008 9:48 AM
To: 'Philliber, Mark'
Cc: Price, Wayne, EMNRD; Patterson, Bob; Molleur, Loren; Blevins, Sam; Price, Wayne, EMNRD; Williams, Chris, EMNRD; Jones, William V., EMNRD
Subject: RE: BW-9 MIT Scheduling FY08

Mark:

Good morning. The OCD will record an MIT Fail on BW-9 for June 4, 2008. This will mark the start of the 90 day corrective action period to be completed by September 4, 2008. If Key Energy Services, LLC is planning to plug and abandon (PA) the well, please submit your C-103 for approval to me and the OCD District Office so we can facilitate approval of the PA for BW-9 before September 4, 2008. The well will need to be PA'd by this date. The standard OCD procedure is to pull tubing (cut if off and abandon in hole), scrape the inner casing, set a bridge plug above the casing shoe, pressure up to test seal, fill casing from bottom to top at sufficient pressure, and set marker per OCD Regs.

Please contact me if you have questions. Thank you.

Carl J. Chavez, CHMM
 New Mexico Energy, Minerals & Natural Resources Dept.
 Oil Conservation Division, Environmental Bureau
 1220 South St. Francis Dr., Santa Fe, New Mexico 87505
 Office: (505) 476-3491
 Fax: (505) 476-3462
 E-mail: CarlJ.Chavez@state.nm.us
 Website: <http://www.emnrd.state.nm.us/oed/index.htm>
 (Pollution Prevention Guidance is under "Publications")

From: Philliber, Mark [<mailto:mphilliber@keyenergy.com>]
Sent: Wednesday, June 04, 2008 11:13 AM
To: Chavez, Carl J, EMNRD
Cc: Price, Wayne, EMNRD; Patterson, Bob; Molleur, Loren; Blevins, Sam
Subject: FW: BW-9 MIT Scheduling FY08

Carl,

We recently attempted to run tubing to TD on this well and were unsuccessful. We believe this well will not successfully pass an MIT and have begun preparing a request for NMOCD's approval to plug this well.

Thank you,

Mark Philliber
SWD Compliance Coordinator
Key Energy Services, Inc.
6 Desta Drive, Suite 4400
Midland, Texas 79705
(432) 571-7203 Office
(432) 770-5064 Cell

6/24/2008

Sam Blevins
 District Manager
 Yard 407
 Eunice, NM
 (505)394-2581

-----Original Message-----

From: Chavez, Carl J, EMNRD [mailto:CarlJ.Chavez@state.nm.us]

Sent: Wednesday, May 21, 2008 9:36 AM

To: Blevins, Sam

Cc: Patterson, Bob; Price, Wayne, EMNRD

Subject: BW-9 MIT Scheduling FY08

Sam:

Please find below the MIT schedule for Key Energy Services LLC's BW-9. An MIT is required to be performed before Monday, June 26, 2008 (end of FY08 EPA Reporting Period).

SIMS-MCCASLAND	BW-9	30-025-	N	(UL-A)32-	Lea	04/06/2009	A
BRINE -EUNICE (GP-		25525	32.44152	21S-37E			
Sims #2)			W103.17691				

Please contact me to provide a date, time and type of MIT that Key is required to perform this fiscal year.

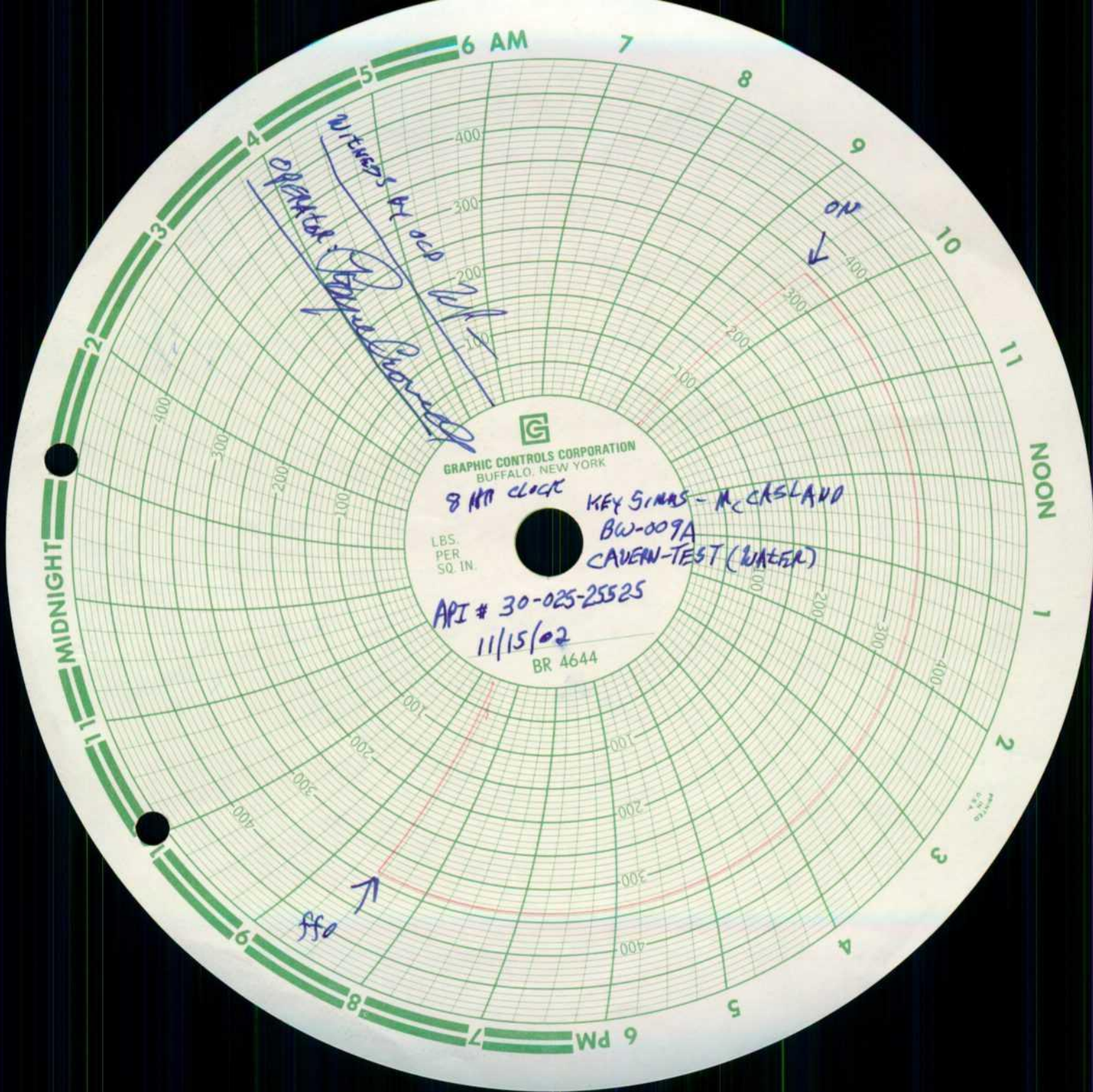
Thank you.

Carl J. Chavez, CHMM
 New Mexico Energy, Minerals & Natural Resources Dept.
 Oil Conservation Division, Environmental Bureau
 1220 South St. Francis Dr., Santa Fe, New Mexico 87505
 Office: (505) 476-3491
 Fax: (505) 476-3462
 E-mail: CarlJ.Chavez@state.nm.us
 Website: <http://www.emnrd.state.nm.us/ocd/index.htm>
 (Pollution Prevention Guidance is under "Publications")

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This inbound email has been scanned by the MessageLabs Email Security System.

6/24/2008







NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

October 20, 2001

KEY ENERGY
B-18, 19 & 28

CERTIFIED MAIL
RETURN RECEIPT NO. 5357 7546

Attention: Brine Well Operators

Re: Mechanical Integrity Testing of Brine Supply Wells

The Underground Injection Control Program of the Federal Safe Drinking Water Act requires that operators demonstrate mechanical integrity of all injection wells by ensuring there are no leaks in the tubing, casing, or packer, and injected/produced fluids are confined within the piping and injection zones.

The Oil Conservation Division (OCD) requires operators of brine supply wells to perform the following mechanical integrity test:

1. At least once every five years isolate the cavern formation from the casing/tubing annulars and hydrostatic fluid pressure test the casing at 300 psig for 30 minutes. New brine wells and wells being worked over will have to be tested in this manner before operations begin.
2. Annually perform an open hole cavern formation pressure test by pressuring up the formation with fluids to one and one-half times the normal operating pressure or 300 psig whichever is greater for four hours. However, no operator may exceed surface injection or test pressures that may cause formation fracturing or system failures. Systems requiring test pressures less than 300 psig or methods that use testing media other than fluids, i.e. gas, must be approved by OCD prior to testing. Brine supply wells operating with isolation packers will have to pressure test both the cavern formation and casing/tubing annulars.

Please find enclosed an "OCD Brine Well Test Schedule November 2001" and "Brine Well Test Procedure Guidance Document" for this November 26 through November 30, 2001. Please have your well ready for testing on the date and time you are scheduled. Please refer to the Well Test Schedule attached for the Type of Test you are scheduled to perform. You must receive prior OCD approval to alter the scheduled time or type of test.

What's New!! Please note that operators are required to have their pressure recording devices calibrated to 500 psig and 8-hour clock. See Guidance Document attached.



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

October 20, 2001

KEY ENERGY
BW-9A, 18, 19 & 28

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RETURN RECEIPT NO. 5357 7546

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What's New!! Please note that operators are required to have their pressure recording devices calibrated to 500 psig and 8-hour clock. See Guidance Document attached.

Brine Well Operators
Oct 20, 2001
Page 2

What's New!! All operators will provide to the OCD the maximum test pressure that will not cause formation fracturing or system failures.

Operators will be responsible for providing equipment and shall bear all costs incurred. All tests must be witnessed by the New Mexico Oil Conservation Division. Operators failing to abide by the procedures, type of test, and time schedules listed herein may be required to shut-in their systems until OCD has an opportunity to approve and witness testing.

If you require any further information or assistance please do not hesitate to write or call me at 505-476-3487 or E-mail WPRICE@state.nm.us.

Sincerely Yours,



Wayne Price- Senior Envr. Engr..
Environnemental Bureau

cc: OCD District Offices

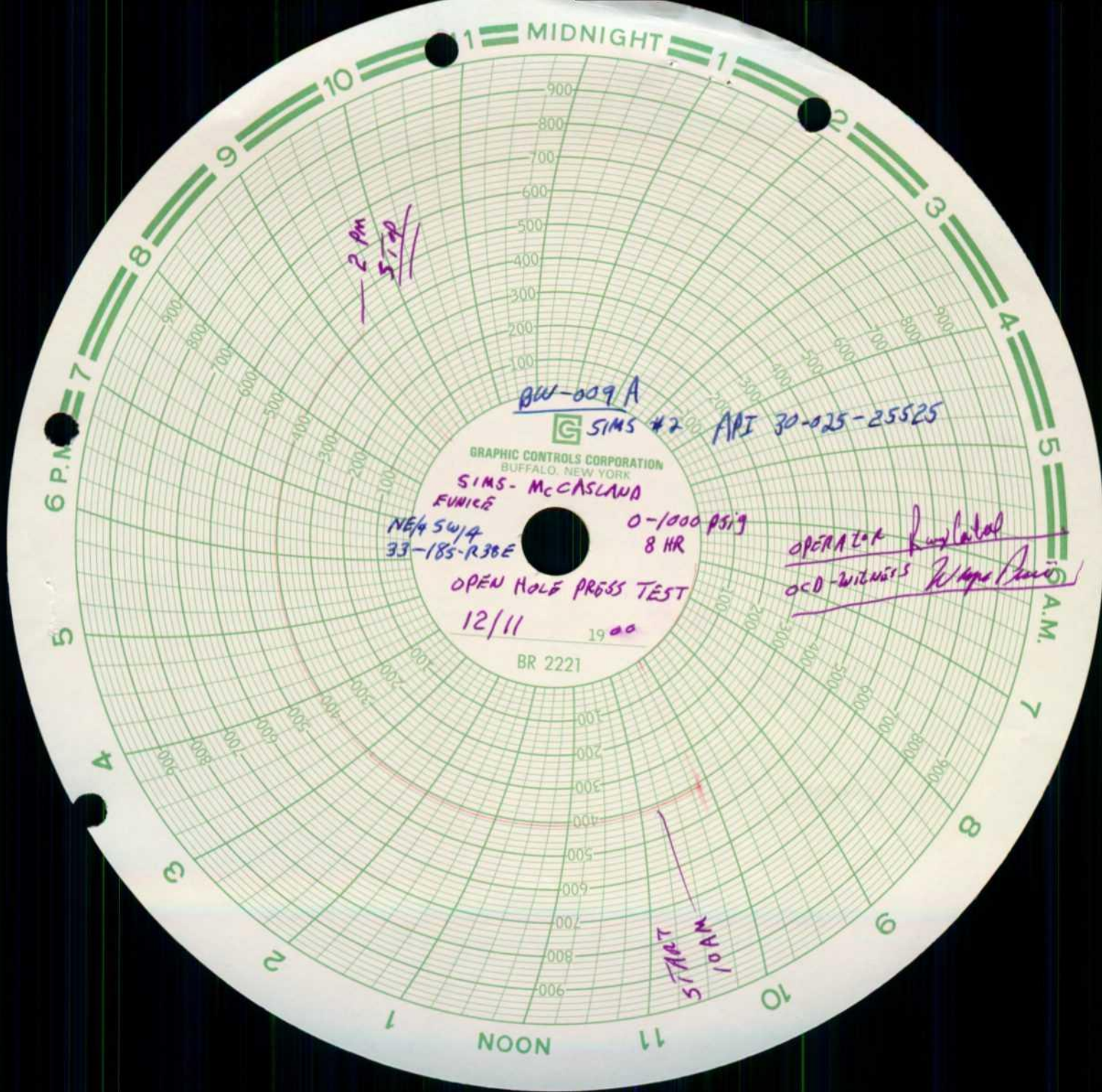
Attachments- 1. OCD Brine Well Test Schedule November 2001
 2. Brine Well Testing Procedure Guidance Document

Brine Well Testing Procedure Guidance Document

- 1) The cavern and all piping must be filled, pressured up and stabilized for a period of at least 24 hours prior to testing. If this test requires a packer then casing/tubing annulus must be loaded with inert fluid 24 hours prior to testing.
- 2) Have manpower and equipment available for pressure test. Wellhead shall be prepared for test and all valves and gauges should be in good working order.
- 3) Pumps, tanks, external lines etc. must be isolated from the wellhead during test.
- 4) A continuous recording pressure device with an 8-hour clock (min) shall be installed on the casing/tubing annulus. The pressure range shall not be greater than 500 psig. The operator must provide proof that the pressure-recording device has been calibrated within the past 6 months. **Note: Wells with packer installed: If this test requires both the casing/tubing annulus and cavern to be tested then two recording devices must be supplied or one recording device with two pins.**
- 5) A minimum of one pressure gauge shall be installed on the casing/tubing annulus.
- 6) OCD must witness the beginning of test (putting chart on) and ending of test (removing chart). At the end of test operator may be required to bleed-off well pressure to demonstrate recorder and gauge response.
- 7) The Operator will supply the following information on the pressure chart:
 - A. Company Name, Well Name, API #, Legal Location.
 - B. Test Procedure (1) Casing + Formation (2) Casing Test Only (3) Both (4) Other
 - C. Testing Media: Water, Gas, Oil, Etc.
 - D. Date, time started and ending.
 - E. Name (printed) and signature of company representative and OCD Inspector
- 8) **TEST ACCEPTANCE:** The OCD will use the following criteria in determining if a well has passed the Mechanical Integrity Test:
 - A. **Passes** if Zero Bleed-Off during the test.
 - B. **Passes** if Final Test Pressure is within $\pm 1\%$ of Starting Pressure, if approved by the OCD inspector.
 - C. **Fails** if any Final Test Pressure is greater than $\pm 1\%$ of Starting Pressure. Operators must investigate for leaks and demonstrate that mechanical integrity of the well(s) by ensuring there are no leaks in the tubing, casing, or packer, and injected/produced fluids are confined within the piping and injection zones. Wells shall not resume operations until approved by OCD.

Note: OCD recognizes that different operations, well designs, formation characteristics and field conditions may cause variations in the above procedures. If operator wishes to make or anticipate changes please notify the OCD for approval. All operators are responsible to notify OCD of any procedure that may cause harm to the well system or formation. Please be advised that OCD approval does not relieve any operator of liability should operations result in pollution of surface water, groundwater, or the environment.

OCD BRINE WELL TESTING SCHEDULE 2001										OCD Contact Wayne Price cell 505-680-1067			
Company	DP#	Facility Name	Date of Test	Start	Stop	Type of Test(s) Required	Contact Person	Telephone	FAX #cell				
Sleams Inc.	BW-013	Crossroads Area Crossroads	Mon	12 noon	4:00 PM	2 Pressure test cavern	L.A. Sleams	1-505-875-2358	1-505-875-2339				
Marbob Brine Well Jims Water Ser.	BW-028 BW-005	Loco Hills Area M. Dodd "A" BW#1 SE of Artesia	Tue Tue	9:00 AM 10:00 AM	1:00 PM 2:00 PM	2 Pressure test cavern * Pressure test cavern or casing * 1,2 or 3	Doyle Davis Sammy Stoneman	748-5875 cell 1-505-748-1352	1-505-748-2523 1-505-748-3227				
Key Energy Scurlcock-Permian	BW-018 BW-012	Hobbs Area Truckers #2 (Hobbs) Hobbs Station	Wen Wen	8:00 AM 9:00 AM	12 noon 1:00 PM	2 Pressure test cavern 2 Pressure test cavern	Royce Crowell Richard Lentz	(505) 393-9171 505-392-8212	505-910-4185 392-8988				
Z/a Transportation Marathon Brine St	BW-018 BW-015	Sally Dog-Ark Jct Marathon Road	Wen Wen	10:00 AM 11:30 AM	2:00 PM 3:30 PM	2 Pressure test cavern 1 Pressure Test Casing	Piter Bergstein CW Trainer	808-741-1080					
P&S Brine Key Simms-McGasland Yale E. Key (Old Goldstar)	BW-002 BW-008A BW-028	Eunice Area Eunice Brine Station Eunice Brine Station Eunice Brine Station	Thur Thur Thur	8:00 AM 9:00 AM 10:00 AM	12 noon 1:00 PM 2:00 PM	2 Pressure test cavern 2 Pressure test cavern 2 Pressure test cavern	Dink Prather Royce Crowell Royce Crowell	505-394-2545 (505) 393-9171 1-505-394-2504	394-2428 505-910-4185 1-505-394-2560				
I & W Key Energy-Carlsbad Scurlcock/Permian	BW-06 BW-019 BW-027 & 27A	Carlsbad Area Carlsbad -Eugenie Rowland Truckers Carlsbad Brine St.	Fri Fri Fri	8:00 AM 9:00 AM 10:00 AM	12 noon 1:00 PM 2:00 PM	2 Pressure test cavern 2 Pressure test cavern 2 Pressure test cavern	George Parchman John Hutchison Richard Lentz	505-885-8863 1-505-885-2053 505-392-8212	885-8477 cell 390-1833 392-8988				
Gandy Gandy Ray Westall	BW-04 BW-22 BW-21	Wells Already Tested in 2001 Wassersund-Edition Tatum Brine St. Loco Hills Brine St.											
Chaparral SWD	BW-25	Wells Being Repaired- Salado Brine #2-Jai											
Notes:													
Type of Pressure Test:	1 Casing Test					Isolate cavern formation from the casing/tubing annulus and hydrostatic fluid pressure test the casing at 300 psig for 30 minutes.							
	2 Open Hole Cavern Pressure Test					Open hole cavern formation pressure test by pressuring up the formation with fluid to one and one-half times the normal operating pressure or 300 psig whichever is greater for four hours. Operators shall not exceed surface pressures that may cause formation fracturing or system failures. OCD prior to test shall approve test pressures below 300 psig and methods that use media other than fluids. Brine supply wells operating with packers will have to pressure both the cavern formation and casing/tubing annulus.							
	3 Others					Nitrogen-Brine Interface Test, Nitrogen Test, Etc.							



2 PM
STOP

BW-009 A



SIMS #2

API 30-025-25525

GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

SIMS - McCASLAND
FUNICE

NE 1/4 SW 1/4
33-185-R38E

0-1000 PSI
8 HR

OPERATOR R. J. Latal

OCD - WILMERS W. J. Davis

OPEN HOLE PRESS TEST

12/11

1900

BR 2221

START
10 AM



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

October 20, 2000

CERTIFIED MAIL

RETURN RECEIPT NO.

5251 ~~4454~~ 4485 BW-009 S-M

Attention: Brine Well Operators

Re: Mechanical Integrity Testing of Brine Supply Wells

The Underground Injection Control Program of the Federal Safe Drinking Water Act requires that operators demonstrate mechanical integrity of all injection wells by ensuring there are no leaks in the tubing, casing, or packer, and injected/produced fluids are confined within the piping and injection zones.

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Please find enclosed an "OCD Brine Well Test Schedule December 2000" and "Brine Well Test Procedure Guidance Document" for this December 8th through 18th 2000. Please have your well ready for testing on the date and time you are scheduled. Please refer to the Well Test Schedule attached for the type of test you are scheduled to perform. You must receive prior OCD approval to alter the scheduled time or type of test.

Brine Well Operators

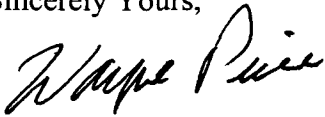
10/20/00

Page 2

Operators will be responsible for providing equipment and shall bear all costs incurred. All tests must be witnessed by the New Mexico Oil Conservation Division. Operators failing to abide by the procedures, type of test, and time schedules listed herein may be required to shut-in their systems until OCD has an opportunity to approve and witness testing.

If you require any further information or assistance please do not hesitate to write or call me at (505-827-7155).

Sincerely Yours,

A handwritten signature in cursive script, appearing to read "Wayne Price".

Wayne Price-Pet. Engr. Spec.
Environmental Bureau

cc: OCD District Offices

- Attachments-
1. OCD Brine Well Test Schedule December 2000.
 2. Brine Well Testing Procedure Guidance Document.

OCD BRINE WELL TEST SCHEDULE December of 2000

Company	DP#	Facility Name	Date of Test	Start	Stop	Type of Test(s) Required	Contact Person	Telephone	FAX #
Marbob Brine Well	BW-029	M. Dodd "A" BW#1	December 08, 2000	1:00 PM	5:00 PM	2 Pressure test cavern	Doyle Davis Raye Miller	748-5975 cell 1-505-746-2523 748-3303	
P&S Brine Simms-McCasland Salty Dog, Inc.	BW-002 BW-009A BW-008	Eunice Eunice Water ST. Eunice Brine Station Arkansas-Jct	December 11, 2000 December 11, 2000 December 11, 2000	8 am 9:30 am 11 am	12 noon 1:30 pm 3 pm	2 Pressure test cavern 2 Pressure test cavern 2 Pressure test cavern	Paul Prather Bob Patterson Mr. Piler Bergstein Walter Brisco	1-505-394-2545 1-505-394-2581 1-806-741-1080	1-505-394-2426 1-505-394-2584
Stearns Inc. Gandy Corp. Key Energy	BW-013 BW-022 BW-018	Crossroads Tatum Water St. Truckers #2 (Hobbs)	December 12, 2000 December 12, 2000 December 12, 2000	8:00 AM 9:00 AM 10:30 AM	12 noon 1:00 PM 2:30 PM	2 Pressure test cavern 2 Pressure test cavern 2 Pressure test cavern	L.A. Stearns Larry Gandy Pete Turner	1-505-675-2356 1-505-398-4960 1-505-397-4994	1-505-675-2339 cell 369-5721 1-505-393-9023
l&W Trucking Loco Hills Brine	BW-006 & 6A BW-021	Carlsbad Yard Loco Hills	December 13, 2000 December 13, 2000	8:00 AM 1:30 PM	12 noon 5:30 PM	2 Pressure test cavern 2 Pressure test cavern	George Parchman D. Maloney or R. Harris	1-505-885-6663 1-505-677-2370	1-505-885-8477 1-505-677-2361
Goldstar Quality Oil (Salado Brine Sales)	BW-028 BW-025	Eunice Brine Station Salado Brine St. #2	December 14, 2000 December 14, 2000	9:30 am 11am	1:30 pm 3 pm	2 Pressure test cavern 2 Pressure test cavern	Royce Crowell see P&S	1-505-394-2504	1-505-394-2560
Key Energy-Carlsbad Scurluck/Permian Jims Water Ser.	BW-019 BW-027 & 27A BW-005	Rowland Truckers Carlsbad Brine St. SE of Artesia	December 15, 2000 December 15, 2000 December 15, 2000	8:00 AM 9:00 AM 10:30 AM	12 noon 1:00 PM 2:30 PM	2 Pressure test cavern 2 Pressure test cavern 2 Pressure test cavern	John Hutcheson Jim Ephraim Sammy Stoneman	1-505-887-3011 1-713-672-8092 1-505-748-1352	1-505-887-3011 1-713-672-7609 1-505-746-3227
Scurluck-Permian Gandy- WasserHaun	BW-012 BW-004	Hobbs Station Buckeye St.	December 18, 2000 December 18, 2000	8:00 AM 9:00 AM	12 noon 1:00 PM	2 Pressure test cavern 2 Pressure test cavern	Richard Lentz Larry Gandy	1-505-392-8212 1-505-398-4960	1-505-392-6988 cell 369-5721

Notes:

Type of Pressure Test: 1 Casing Test Isolate cavern formation from the casing/tubing annulars and hydrostatic fluid pressure test the casing at 300 psig for 30 minutes.

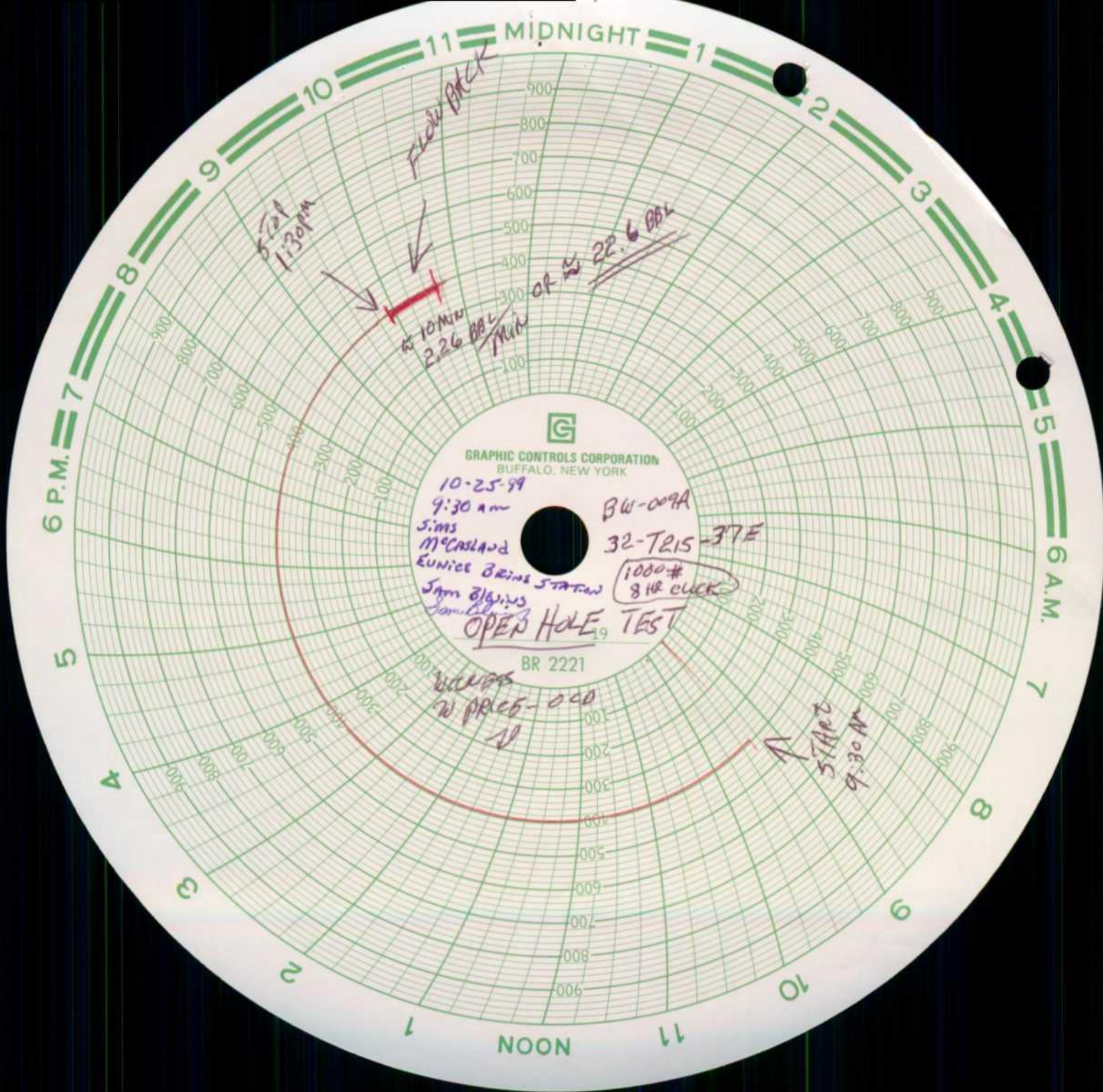
2 Open Hole Cavern Pressure Test Open hole cavern formation pressure test by pressuring up the formation with fluid to one and one-half times the normal operating pressure or 300 psig whichever is greater for four hours. Operators shall not exceed surface pressures that may cause formation fracturing or system failures. OCD prior to test shall approve test pressures below 300 psig and methods that use media other than fluids. Brine supply wells operating with packers will have to pressure both the cavern formation and casing/tubing annulars.

3 Others Nitrogen-Brine Interface Test, Nitrogen Test, Etc.

Brine Well Testing Procedure Guidance Document

- 1) The cavern and all piping must be filled, pressured up and stabilized for a period of at least 24 hours prior to testing. If this test requires or utilizes a packer then the casing/tubing annulus must be loaded with inert fluid 24 hours prior to testing.
- 2) Have manpower and equipment available for pressure test. Well head shall be prepared for test and all valves and gauges should be in good working order.
- 3) Pressure devices i.e pumps, truck pumps, etc. must be isolated from the well head during test.
- 4) A continuous recording pressure chart with an 8 hour clock shall be installed on the casing/tubing annulus, as directed by the OCD, with a pressure range of not greater than 500 psig. The operator must provide proof that pressure recording device has a range of 0-500 psig and has been calibrated within the past 6 months. Wells, with isolation packers installed, which requires both the casing/tubing annulus and cavern to be tested will require two recording devices or one recording device with two pins. Operators may utilize other types of pressure recording devices, such as electronic data loggers, etc., if approved by OCD.
- 5) A minimum of one pressure gage shall be installed in the system as directed by OCD.
- 6) OCD must witness the beginning of test (putting chart on) and ending of test (removing chart). At the end of test operator may be required to bleed-off pressure to demonstrate recorder response.
- 7) The Operator will supply the following information on the pressure chart before starting test:
 1. Company name, discharge plan #, well name and number, legal location UL, section, township, range and county.
 2. Type of Test: Open Hole, Casing Test, or Both.
 3. Date, time test started, time stop.
 4. Chart and Recorder information. (can be attached)
 5. Normal operating surface and formation fracture pressure. (can be attached)
 6. **After Test Completed:**
Name (printed) and signature of company representative and OCD inspector.

Note: NMOCD recognizes that different operations, well constructions, well designs and field conditions may cause variations in the above procedures. Operator is responsible to notify OCD of any procedure that may cause harm to the well or formation. If operator wishes to make or anticipate changes you must notify the OCD for approval.



GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

10-25-99

9:30 am

Jims

McCasland

Kunice Brine Station

Sam Bland

Sam Bland

OPEN HOLE TEST

BR 2221

W PRICE-000

W

BW-009A

32-T215-37E

1000#
8 HR CLOCK

START
9:30 AM

Southwestern Instrument Company

Clock - Meter and Gauge Repair Service

PHONE (505) 394-2377

EUNICE, NEW MEXICO 88231

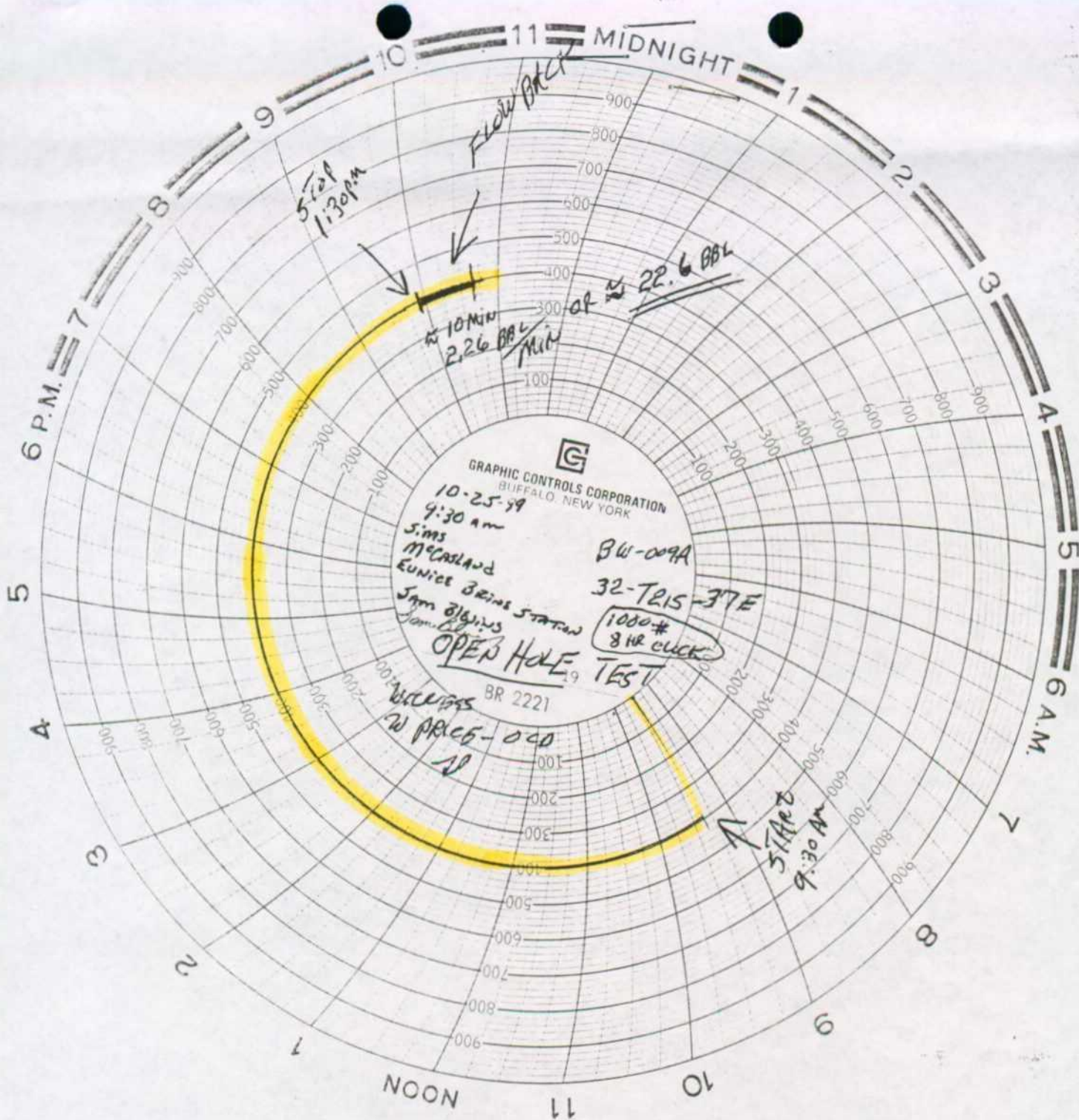
P. O. BOX 1352

10-21-99

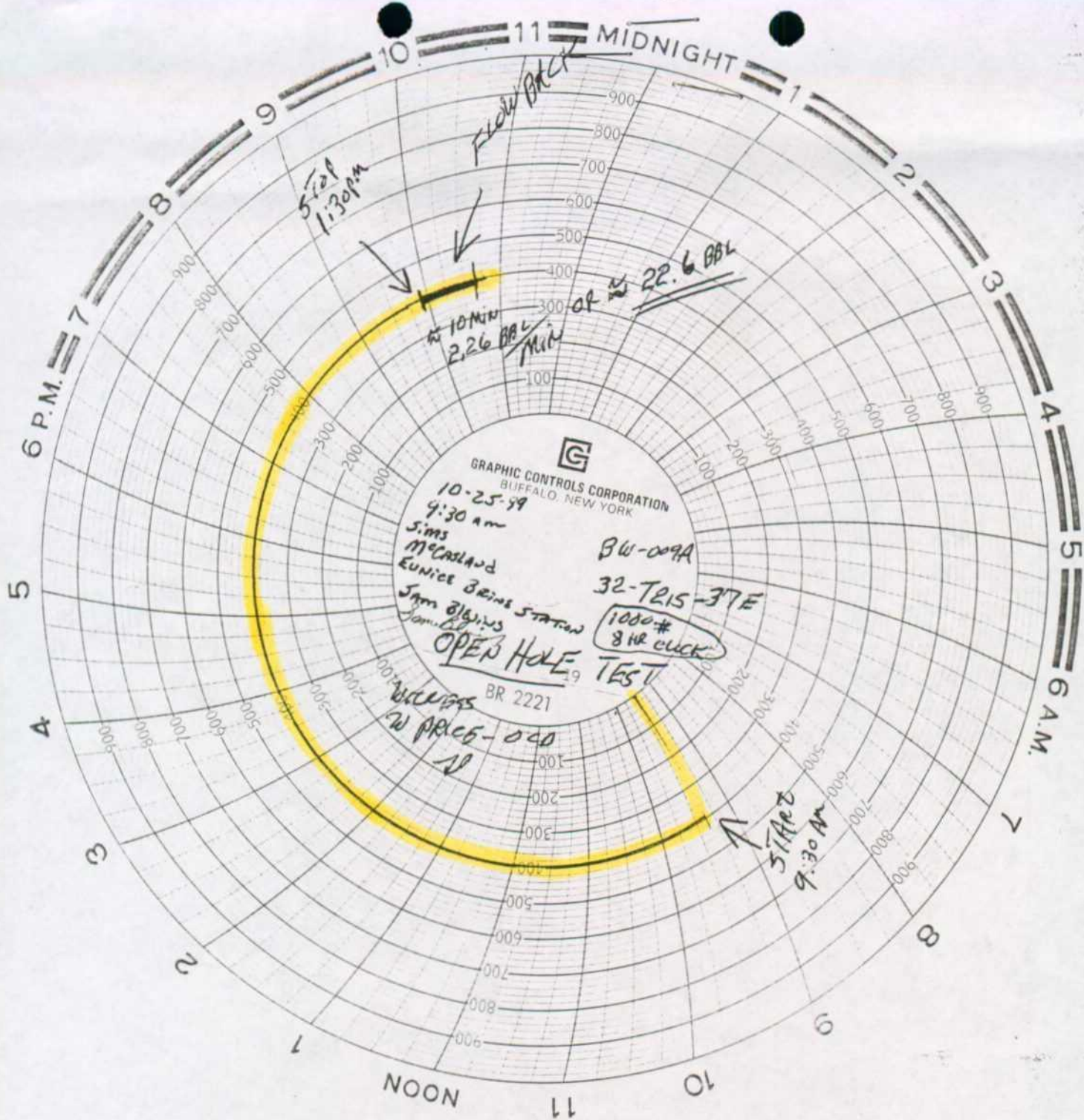
TO WHOM IT MAY CONCERN:

We have by repairing and calibrating a 3" Matserco pressure recorder 2-1000 for Key Energy Service Inc. on the above date.

William J. Cottrell
William J. Cottrell



COPY



COPY



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

Fax: 1-505-394-2584

October 19, 1999

Mr. Bob Patterson
Sims-McCasland Water Sales
P.O. Box 99
Eunice, New Mexico 88231

Re: Mechanical Integrity Testing of Brine Supply Wells.

This is a reminder that New Mexico Oil Conservation Division (NMOCD) will be witnessing mechanical integrity test for all brine supply wells during the time period between October 25 through November 2, 1999. A schedule was sent to each operator on September 11, 1999.

Please note that if you were scheduled to "isolate the cavern and pressure test casing, and run a cavern survey", you will have the option this time to defer this procedure and just perform the annual open hole pressure test, however no bleed-off will be allowed. The NMOCD will notify you when these other conditions will be required.

Please have your well(s) ready for testing on the date and time you are scheduled. If there is some emergency which interferes with the scheduled date and time please call and notify NMOCD.

Failure to notify NMOCD may result in your operations being suspended until testing is complete.

If you require any further information or assistance please do not hesitate to write or call me at (505-827-7155) or notify Mr. Roger Anderson at (505-827-7152).

Sincerely Yours,

A handwritten signature in cursive script, appearing to read "Wayne Price-Pet".

Wayne Price-Pet. Engr. Spec.
Environmental Bureau



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

September 11, 1999

CERTIFIED MAIL
RETURN RECEIPT NO. Z 357 870 160

Mr. Bob Patterson
Sims-McCasland Water Sales
P.O. Box 99
Eunice, New Mexico 88231

Re: Mechanical Integrity Testing of Brine Supply Wells

Dear Mr. Bob Patterson:

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2. Annually perform an open hole cavern formation pressure test by pressuring up the formation one and one-half times the normal operating pressure (not to exceed formation fracture pressure) or 300 psig whichever is greater for four hours. Brine supply wells operating with packers will have to pressure both the cavern formation and casing/tubing annulars.

Please find enclosed an OCD Brine Well Test Schedule and Test Procedure for this Fall October 25, 1999 through November 2, 1999. Please have your well ready for testing on the date and time you are schedule. Operators will be responsible for providing equipment and shall bear all costs incurred. All test must be witnessed by the New Mexico Oil Conservation Division.

If you require any further information or assistance please do not hesitate to write or call me at (505-827-7155).

Sincerely Yours,

Wayne Price-Pet. Engr. Spec.
Environmental Bureau

cc: OCD District Offices
attachments- OCD Brine Well Test Schedule & Brine Well Testing Procedure Guidance Document

FALL OF 1999

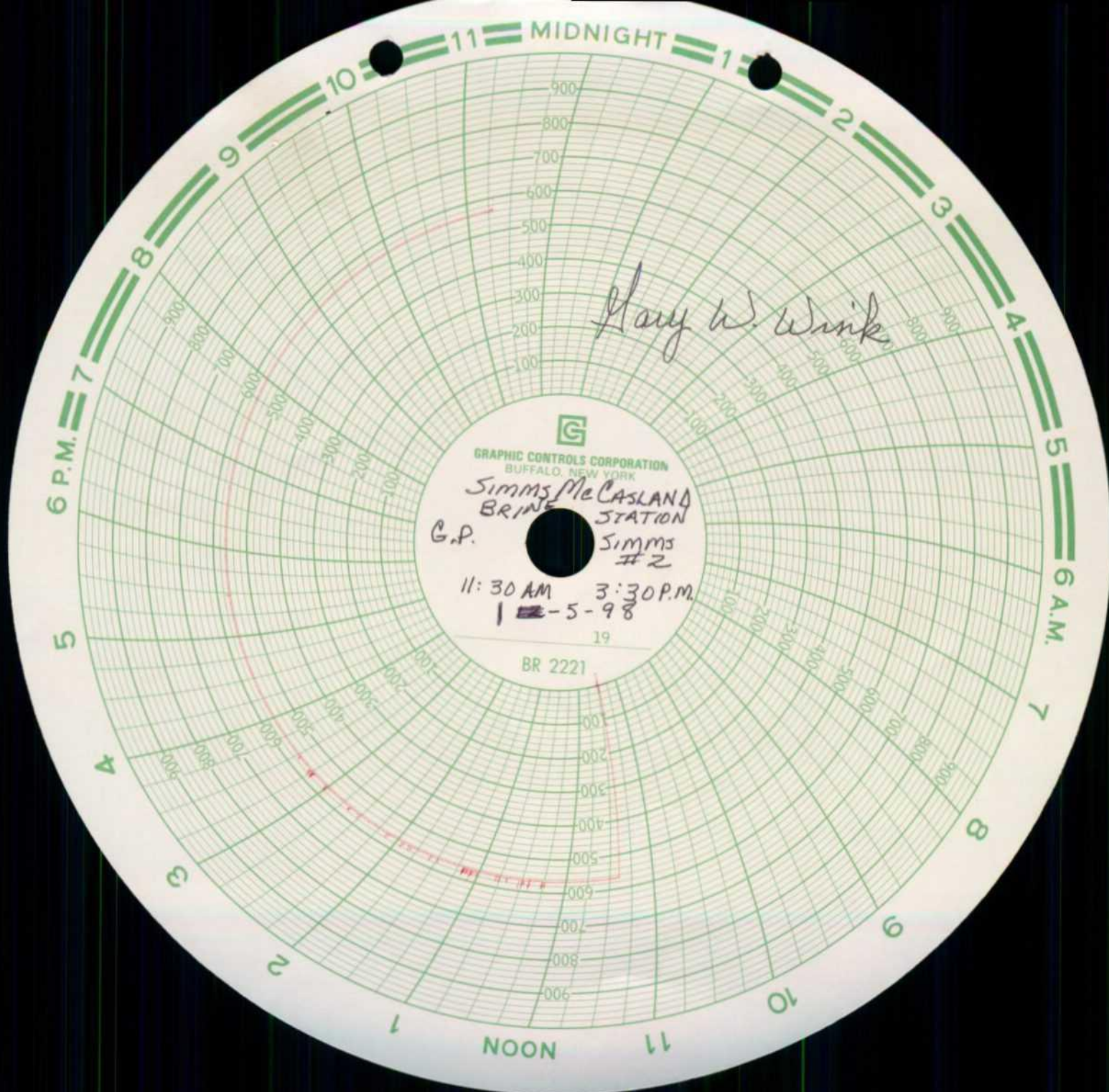
Company	DP#	Facility Name	Date of Test	Start	Stop	Type of Test(s) Required
P&S Brine	** BW-002	Eunice Eunice Water St.	October 25 1999	8 am	12 noon	Isolate cavern & pressure test casing + Cavern survey***
Simms-McCasland	** BW-009A	Eunice Brine Station	October 25 1999	9:30 am	1:30 pm	Isolate cavern & pressure test casing + Cavern survey***
Goldstar	BW-028	Eunice Brine Station	October 25 1999	11 am	3 pm	Pressure test cavern
Key Energy	** BW-018	Rowland Truckers #2	October 26 1999	8 am	12 noon	Pressure test cavern + Cavern survey***
Scurlock-Permian	** BW-012	Hobbs Station	October 26 1999	9:30 am	1:30 pm	Isolate cavern & pressure test casing + Cavern survey***
Salty Dog, Inc.	** BW-008	Arkansas-Jct	October 26 1999	11 am	3 pm	Pressure test cavern + Cavern survey***
Quality Oil (Salado Brine Sales)	** BW-025	Salado Brine St. #2	October 27 1999	8 am	12 noon	Isolate cavern & pressure test casing + Cavern survey***
Conoco	** BW-001	Warren -McKee #3	October 27 1999	1:30 pm	5:30 pm	Isolate cavern & pressure test casing
Conoco	** BW-001	Warren -McKee #4	October 27 1999	1:30 pm	5:30 pm	Isolate cavern & pressure test casing
Daily Brine	BW-022	Tatum Water St.	October 28 1999	9 am	1 pm	Pressure test cavern
Kenneth Tank Service	BW-013	Crossroads	October 28 1999	11 am	3 pm	Pressure test cavern
Wasserhaun	BW-004	Buckeye	October 29 1999	9 am	1 pm	Pressure test cavern
Marathon Brine St.	BW-015	Marathon Road	October 29 1999	11 am	3 pm	Pressure test cavern
Loco Hills Brine	BW-021	Loco Hills	November 1 1999	9 am	1 pm	Pressure test cavern
Jims Water Ser.	BW-005	SE of Artesia	November 1 1999	11 am	3 pm	Pressure test cavern
8W Trucking	BW-006 & 6A	Carlsbad Yard	November 2 1999	8 am	12 noon	Pressure test cavern
Key Energy-Carlsbad	BW-019	Rowland Truckers	November 2 1999	9:30 am	1:30 pm	Pressure test cavern
Scurlock/Permian	** BW-027 & 27A	Carlsbad Brine St.	November 2 1999	11 am	3 pm	Isolate cavern & pressure test casing + Cavern survey***
Notes:						
** Discharge Plan up for renewal						
** Cavern Surveys are Discharge Plan Requirements						
** are at a later date approved by OCD.						



Brine Well Testing Procedure Guidance Document

- 1) The cavern and all piping must be filled, pressured up and stabilized for a period of at least 24 hours prior to testing. If this test requires a packer then casing/tubing annulus must be loaded with inert fluid 24 hours prior to testing.
- 2) Have manpower and equipment available for pressure test. Well head shall be prepared for test and all valves and gauges should be in good working order.
- 3) Pressure devices i.e pumps, truck pumps, etc. must be isolated from the well head before and during test.
- 4) A continuous recording pressure chart with an 8 hour clock shall be installed on the casing/tubing annulus. The pressure range shall not be greater than 1,000 psig. The operator must provide proof that the recording device has been calibrated within the past 6 months. **Note: Wells with packer installed: If this test requires both the casing/tubing annulus and cavern to be tested then two recording devices must be supplied or one recording device with two pins.**
- 5) A minimum of one pressure gage shall be installed in the system.
- 6) OCD must witness the beginning of test (putting chart on) and ending of test (removing chart). At the end of test operator shall bleed-off pressure by 10% to demonstrate recorder response.
- 7) The following information shall be place on the chart:
 1. Date, time test started, time stop.
 2. Company name, Discharge Plan #, well name and number, legal location UL, section, township, range and county.
 3. Type of Test; Open hole, Casing Test, or Both.
 4. Printed name and signature of company representative and OCD representative.

Note: NMOCD recognizes that different operations, well constructions and field conditions may cause variations in the above procedures. If operator wishes to make or anticipate changes please notify the OCD for approval.





**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

August 12, 1997

Certified Mail

Return Receipt No. P-288-258-952

Mr. Bob Patterson
Sims-McCasland Water Sales
P.O. Box 99
Eunice, New Mexico 88231

**RE: Mechanical Integrity Testing of Brine Supply Wells
Annual Test
Sims McCasland Water Sales BW-009
G.P. Sims #1 and #2
Lea County, New Mexico**

Dear Mr. Patterson:

The Underground Injection Control Program of the Federal Safe Drinking Water Act requires that operators demonstrate mechanical integrity of all injection wells by ensuring that there are no leaks in the tubing, casing, or packer, and that the injected fluid is confined within the injection zone through proper cementing.

All brine wells that operate without a packer will be required to have an annual open hole pressure test equal to 1.5 times the normal operating pressure or 300 psi, whichever is greater, for four hours with a maximum of 10 percent bleed-off allowed. Every five years or at the time of discharge plan renewals they will be required to have an open hole pressure test equal to 1.5 times the normal operating pressure or 300 psi, whichever is greater, for four hours with zero bleed-off.

All brine wells that operate with a packer will be required to have an annual casing/tubing annulus pressure test equal to 300 psi for 30 minutes.

Operators will be responsible for providing equipment and shall bear all costs incurred. The date and time of all tests will be scheduled and witnessed by the New Mexico Oil Conservation Division.

Please have your wells ready for testing on September 17, 1997 at 10:30 AM as outlined below.

For brine wells operating without a packer:

- 1) The cavern must be pressured up and stabilized for a period of at least 24 hours prior to testing.

Mr. Bob Patterson
August 12, 1997
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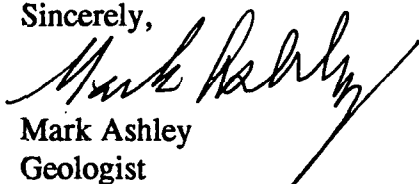
- 2) The system shall be tested to 1.5 times the normal operating pressure or 300 psi, whichever is greater, for a period of four hours. A maximum of 10 percent bleed-off will be allowed for annual tests. Testing conducted every five years or at the time of discharge plan renewal will have zero bleed-off.
- 3) A continuous recording pressure chart with an 8 hour clock shall be installed on the casing/tubing annulus. The pressure range shall not be greater than 1,000 psi.
- 4) Have well head prepared for test. All valves should be in good working order.
- 5) All gauges shall be in good working order.
- 6) Have manpower and equipment available for pressure test.

For brine wells operating with a packer:

- 1) Have the casing/tubing annulus and tubing loaded with inert fluid prior to testing.
- 2) The casing/tubing annulus shall be tested to 300 psi for 30 minutes.
- 3) A continuous recording pressure chart with an 8 hour clock shall be installed on the casing/tubing annulus. The pressure range shall not be greater than 1,000 psi.
- 4) Have well head prepared for test. All valves should be in good working order.
- 5) All gauges shall be in good working order.
- 6) Have manpower and equipment available for pressure test.

If you have any questions regarding this matter, please feel free to contact me at (505) 827-7155.

Sincerely,


Mark Ashley
Geologist

PS Form 3800, April 1995

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