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**GENERAL
CORRESPONDENCE**

YEAR(S):

1987



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

Paradise Farms

CARREY CARRUTHERS
GOVERNOR

P.O. DRAWER DD
ARTESIA, NEW MEXICO 88210
(505) 748-1283

August 19, 1987

Marnel Pipe And Supply
P.O. Box 1037
Artesia, New Mex. 88210

Gentlemen:

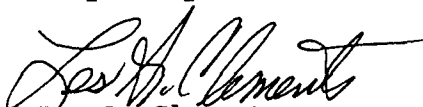
Recently a Mr. Kerry A. Olsen of the State Land Office made an inspection of certain of your properties as outlined on the attachments.

A subsequent inspection by the Oil Conservation Division revealed that you are illegally disposing of produced water on your Ruth #1 24-19S-28E.

You are directed by this letter to cease the pitting of this water immediately.

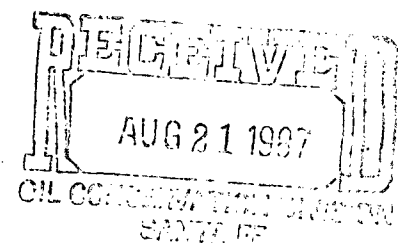
Another inspection will be made and if this condition persists, punitive action will be taken.

Very Truly Yours


Les A. Clements
Supervisor, District II

XC: William LeMay
Prentiss Childs
Dave Boyer

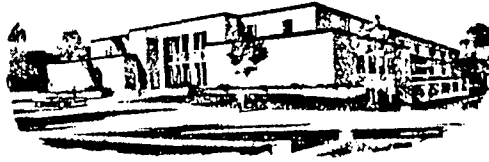
Enclosures





W.R. HUMPHRIES
COMMISSIONER

State of New Mexico



Commissioner of Public Lands

June 26, 1987

RECEIVED BY

JUL -2 1987

O. C. D.
ARTESIA, OFFICE

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

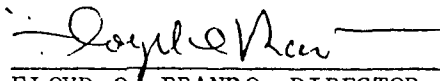
M E M O R A N D U M

TO: Mr. Bill Lemay, Director - Oil Conservation Division

FROM: Mr. Floyd O. Prando, Director - Oil and Gas Division

SUBJECT: OIL FIELD PROBLEMS ON AGRICULTURAL LEASE NUMBER GT-1329 (Pardue Farms').

Attached is a copy of Kerry A. Olson, Land Use Specialist for the New Mexico State Land Office, Field Report which is self explanatory.


FLOYD O. PRANDO, DIRECTOR
OIL AND GAS DIVISION

FOP:cw

Attachments

Memo

From

DAVID G. BOYER

Hydrogeologist

To Les -

6/29

Bill passed this on
to me to send to you.
It looks like there are
in the R-3221 exempted
area. If so, it's just
sloppy housekeeping by the
operators. Is this something
you can handle, or do
we need to get involved
up here? Let me know,
please, since I'm sure
Bill ~~wants~~ wants to
respond to the Land Office.
Thanks,

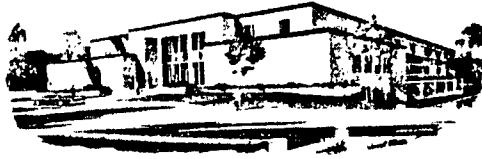
Oil Conservation Division
P.O. Box 2088 Santa Fe, N.M. 87501

Dave

State of New Mexico



W.R. HUMPHRIES
COMMISSIONER



Commissioner of Public Lands

June 26, 1987

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

M E M O R A N D U M

TO: Mr. Bill Lemay, Director - Oil Conservation Division

FROM: Mr. Floyd O. Prando, Director - Oil and Gas Division

SUBJECT: OIL FIELD PROBLEMS ON AGRICULTURAL LEASE NUMBER GT-1329 (Pardue Farms).

Attached is a copy of Kerry A. Olson, Land Use Specialist for the New Mexico State Land Office, Field Report which is self explanatory.

A handwritten signature in cursive script, appearing to read "Floyd O. Prando".

FLOYD O. PRANDO, DIRECTOR
OIL AND GAS DIVISION

FOP:cw

Attachments

NEW MEXICO STATE LAND OFFICE

REQUEST FOR FIELD ASSIGNMENT

DATE TO FIELD BUREAU: 6-25-87 FIELD BUREAU CONTROL NUMBER: KAO-SA-42
FROM: Field TO: Oil and Gas / Surface
LEASE NUMBER: GT-1329 TYPE OF REQUEST: Oil field spills
DESIGNATED CONTACT: Oil Conservation Division - Paydue Farmer

COUNTY/LEGAL DESCRIPTION: Eddy County Several locations within
Township 19S Range 28 and 29 East

REMARKS: LHS responded to grazing lease complaints concerning
oil field related spills and other O&G lease problems

ADDITIONAL INFORMATION NEEDED:

DATE RETURNED TO REQUESTING DIVISION/BUREAU: 6/25/87

L.U.S. RECOMMENDATION: O&G Division advised OGD regarding problems
which were identified and documented to have been
corrected Information copy of report sent to
Surface Division

CONCUR WITH RECOMMENDATION: FIELD DIVISION Y REQUESTING DIVISION

DO NOT CONCUR WITH RECOMMENDATION: (PLEASE STATE REASONS)

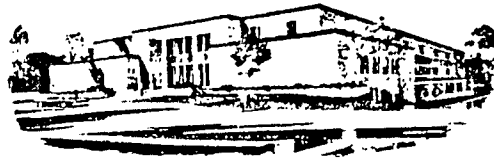
ACTION TAKEN:

DATE RETURNED TO L.U.S.

State of New Mexico



W.R. HUMPHRIES
COMMISSIONER



Commissioner of Public Lands

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

June 23, 1987

TO: W. R. Humphries, Commissioner of Public Lands
Santa Fe, New Mexico

FROM: Kerry A. Olson, Land Use Specialist
Roswell, New Mexico

SUBJECT: Oil Field Problems on Agricultural Lease Number: GT-1329
Pardue Farms

REMARKS

Mr. Jerry Pardue recently expressed dissatisfaction with conditions on several oil and gas leases on trust properties leased by Pardue Farms in central Eddy County. The following are specific well sites identified by Mr. Pardue and their problems:

Kersey & Company, Northcott Well and Tank Battery
NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 24, Township 19 South, Range 28 East

- This is the most troubled site identified. Faulty equipment at the well head has resulted in some minor leaks (Photo #1). Fencing around the tank battery does not restrain livestock from petroleum spill areas (Photo #2). A wooden tank at the tank battery leaks and overflows when in use (Photo #3). A pipeline serving the tank battery leaks a short distance from the site (Photo #4). Further down the same pipeline a rupture has caused a more significant spill (Photos #5 & 6). Instead of repairing the line, a trench was excavated to accomodate the brine spill (Photos #7 & 8). In addition, the drainage system from the tank battery to an overflow pit consists of a shallow trench. A drain pipe should connect the tanks to the pit.

Entex Energy Operating Ltd., Petco State Comm. No.1
Section 26, Township 19 South, Range 29 East

- The site is inadequately fenced (Photos #9, 10, 11)

Frostman Oil Company, Read & Stevens Tank Battery
SE $\frac{1}{4}$ NE $\frac{1}{4}$, Section 10, Township 19 South, Range 29 East

- The site is inadequately fenced and has some minor spills

Marnel Pipe & Supply, Ruth No. 1-B
NW $\frac{1}{4}$ NE $\frac{1}{4}$, Section 24, Township 19 South, Range 28 East

June 23, 1987

- Open overflow pit is inadequately fenced. A drain line from the tank battery does not extend to a properly constructed overflow pit (Photo #12).

Santa Fe Exploration Company, Tenneco State No. 2
NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 2, Township 19 South, Range 29 East

- There is currently no fence around an open overflow pit

Santa Fe Exploration Company, Tenneco State NO. 1
NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 2, Township 19 South, Range 29 East

- Overflow pit is inadequately fenced

Southland Royalty, State 16-A No.1
SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 16, Township 19 South, Range 29 East

- Overflow pit is inadequately fenced

Anadarko-Dickey Sullivan Lease, Well No. 1
NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 15, Township 19 South, Range 29 East

- The site contains oil spills and faulty equipment

Bass Enterprises Production Co., Bass Lease Well No.3 SWD
SE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 12, Township 19 South, Range 28 East

- The site contains a large area of old, uncontrolled and unretained spills. The fencing around overflow pits is not adequate (Photo #13).

Marbob Energy Corp., Turkey Track Unit, State U #1-B
NW $\frac{1}{4}$ NE $\frac{1}{4}$, Section 9, Township 19 South, Range 28 East

- The site has some minor spills and is inadequately fenced around pits.

Marbob Energy Corp., Turkey Track Unit, Unit 2
NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 3, Township 19 South, Range 29 East

- The site contains old spills

Marbob Energy Corp., Turkey Track Unit, Unit 3
NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 3, Township 19 South, Range 29 East

- Open overflow pit is not fenced (Photo #14)

Marbob Energy Corp., Turkey Track Unit, Unit F
NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 3, Township 19 South, Range 29 East

- The specific well site is in good condition. The problems are just to the north where oil field trash and debris, and tank bottom clean-out sludge are present (Photo #15)

Marbob Energy Corp., Turkey Track Unit, Well No. 1
NW $\frac{1}{4}$ NE $\frac{1}{4}$, Section 3, Township 19 South, Range 29 East

June 23, 1987

- The site has old spills and old equipment. It is not in production and is not plugged (Photo #16)

Marbob Energy Corp., Turkey Track Unit, Well No. 13
NE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 3, Township 19 South, Range 29 East

- The well has open casing-neither plugged nor shut-in (Photo #17)

Marbob Energy Corp., Turkey Track Unit, Well No. 19
SE $\frac{1}{4}$ NE $\frac{1}{4}$, Section 3, Township 19 South, Range 29 East

- Well bleeder line empties into an uncontrolled area

Marbob Energy Corp., Turkey Track Unit, Well No. 20
SE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 3, Township 19 South, Range 29 East

- Well bleeder line empties into an uncontrolled area (Photo #18)

Marbob Energy Corp., Turkey Track Unit Battery and Aurora State Battery
(Duel Tank Battery) Section 3, Township 19 South, Range 29 East

- The site has inadequately fenced overflow pits (Photos #19 & 20)

Moroil, Inc., Hamon State No. 1
NW $\frac{1}{4}$ SW $\frac{1}{4}$, Section 5, Township 19 South, Range 29 East

- The site has inadequately fenced overflow pits. Overflow pit extends beyond fence. Drainline from the site's heater-treater does not extend completely to fenced pits (Photos #21, 22, 23, 24)

Moroil, Inc., Guajalote State No. 4
NE $\frac{1}{4}$ SE $\frac{1}{4}$, Section 5, Township 19 South, Range 29 East

- The site has inadequately fenced overflow pits

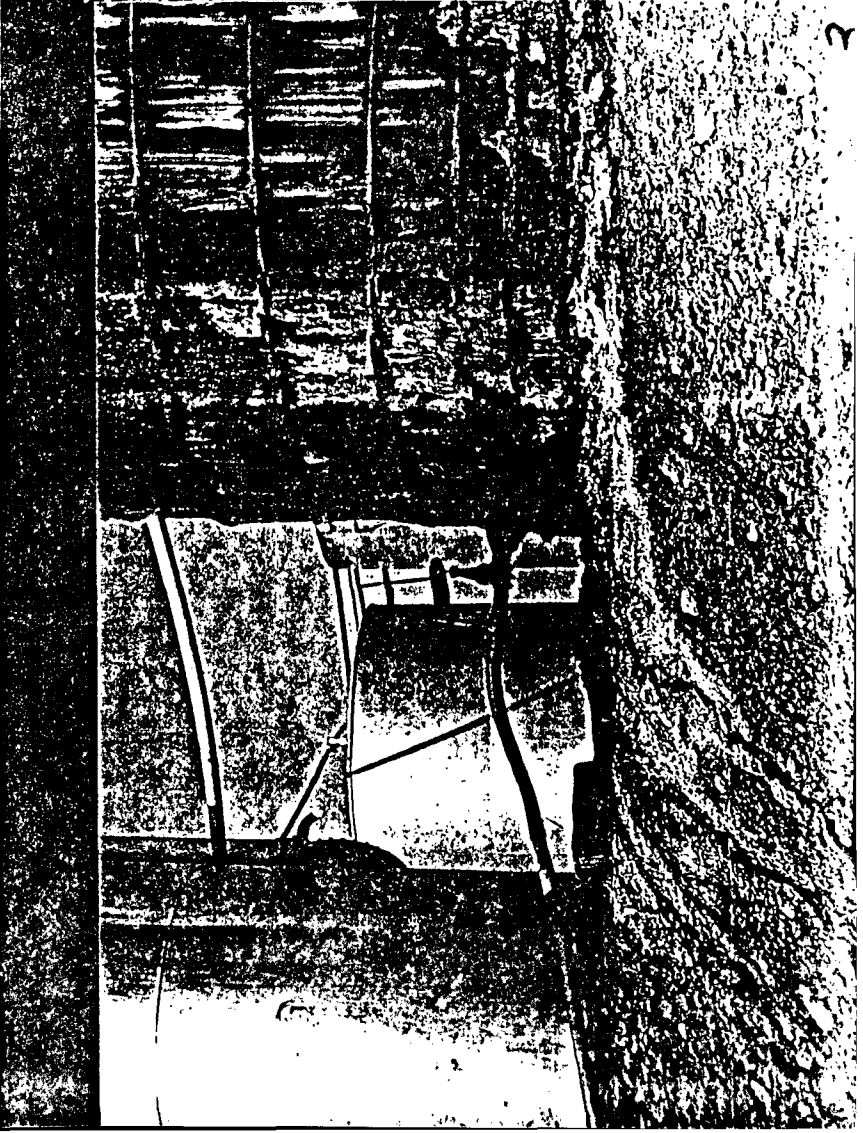
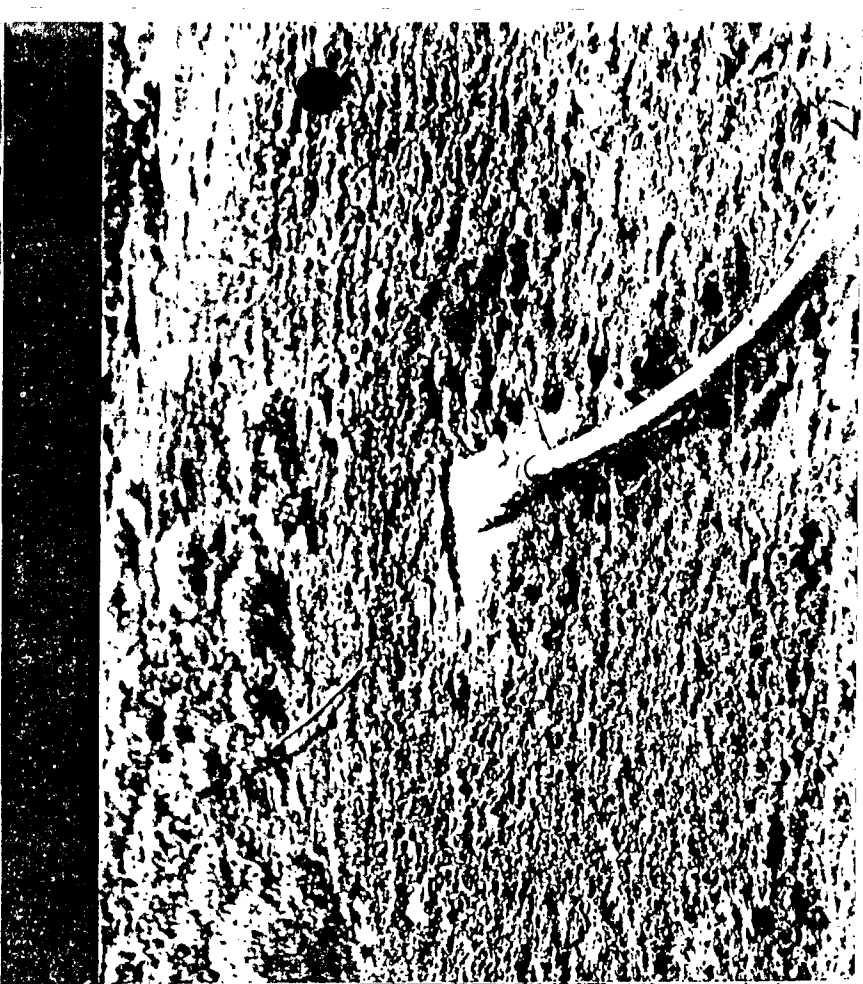
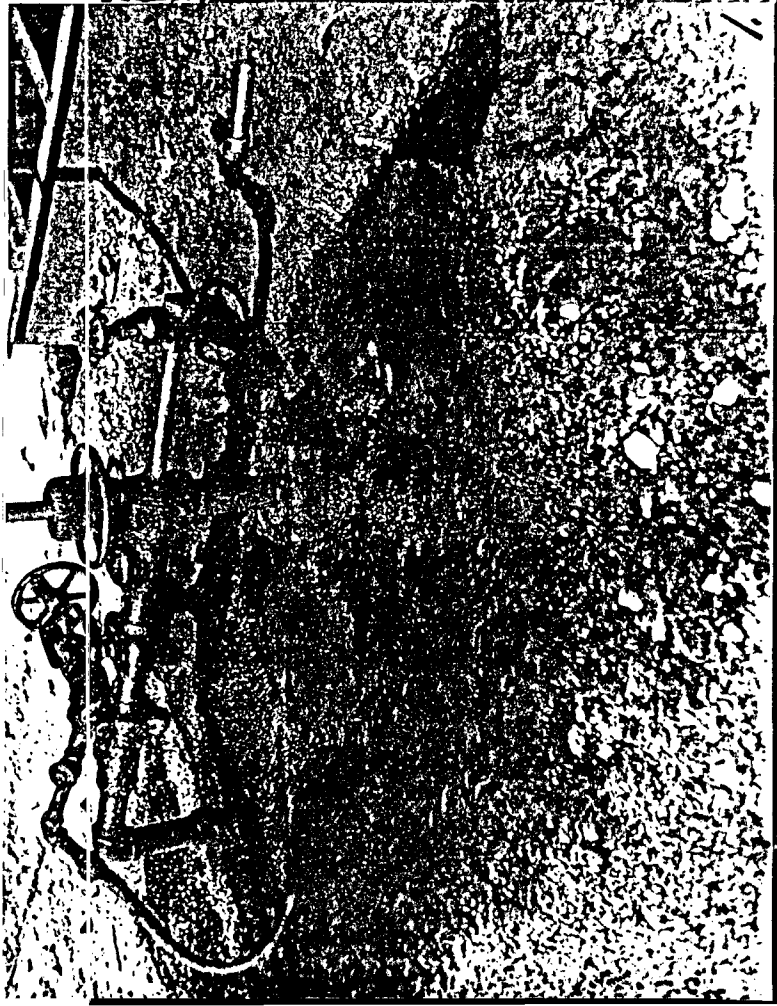
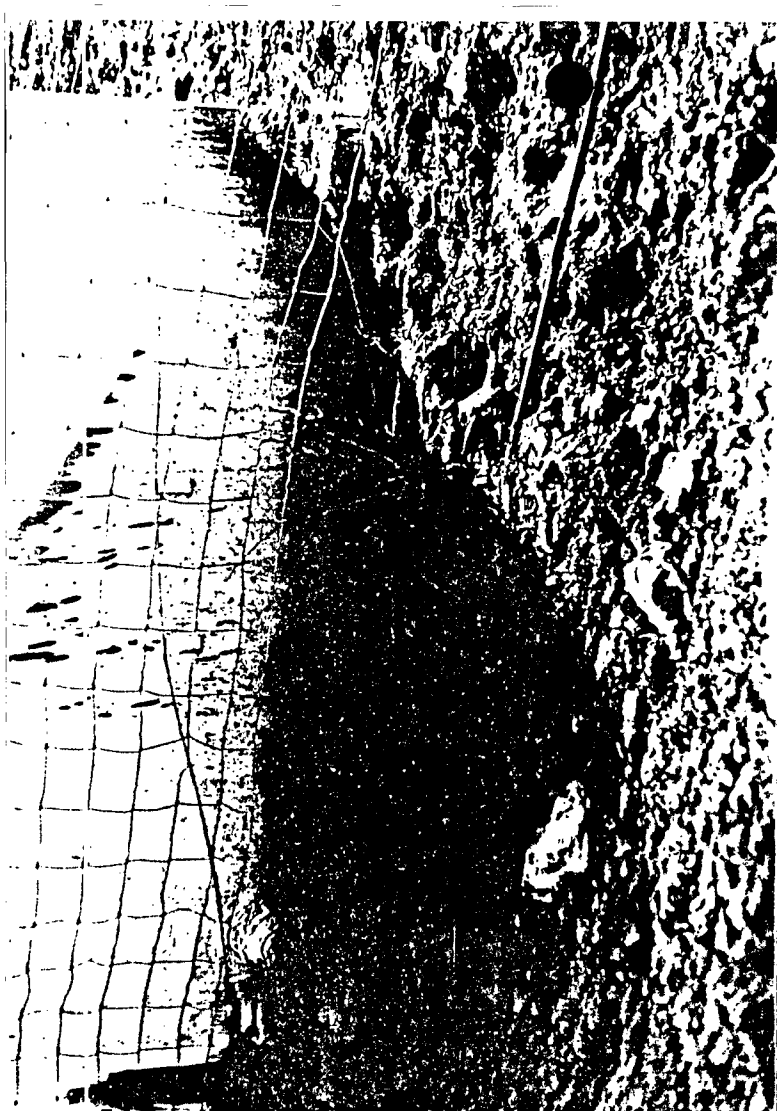
Other Marbob and Moroil sites may have problems. These other sites were not inspected.

I recommend the State Land Office, Oil and Gas Division, notify the New Mexico Oil Conservation Division of the above problems.

Of major concern to Mr. Pardue is the issue of proper fencing around open pits containing oil field liquids. If possible, he would prefer fences with H-brace corners and at least 4 tight strands of barb wire. He would also prefer the practice of barb wire corner guy supports be discontinued. The guy wire supports have caused damage to livestock.

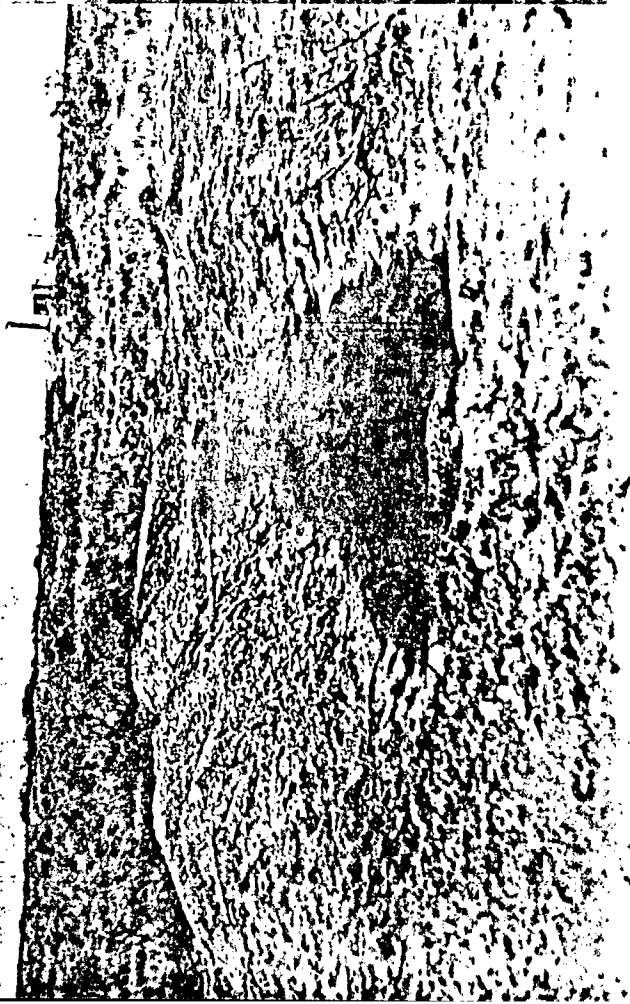
KAO:bw

Enclosures

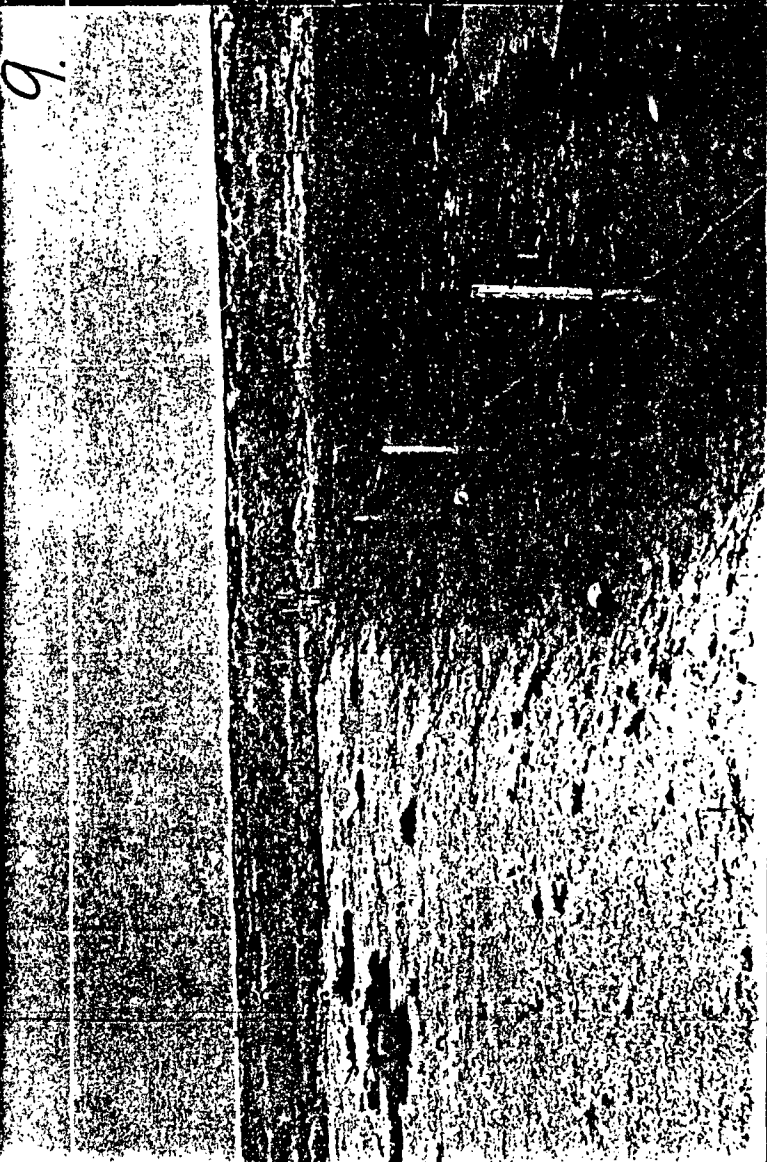


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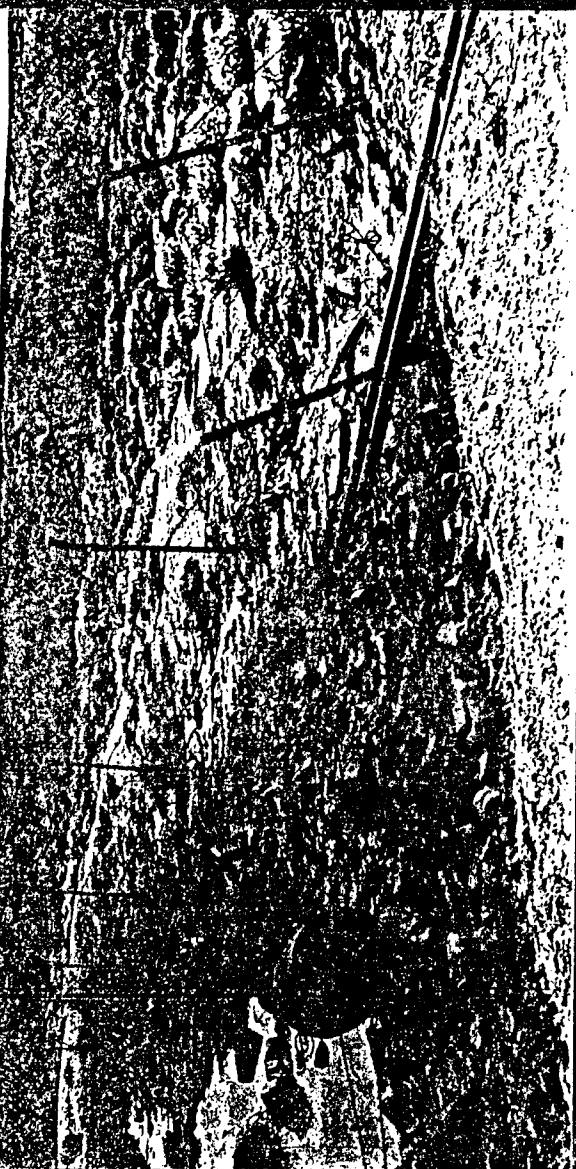
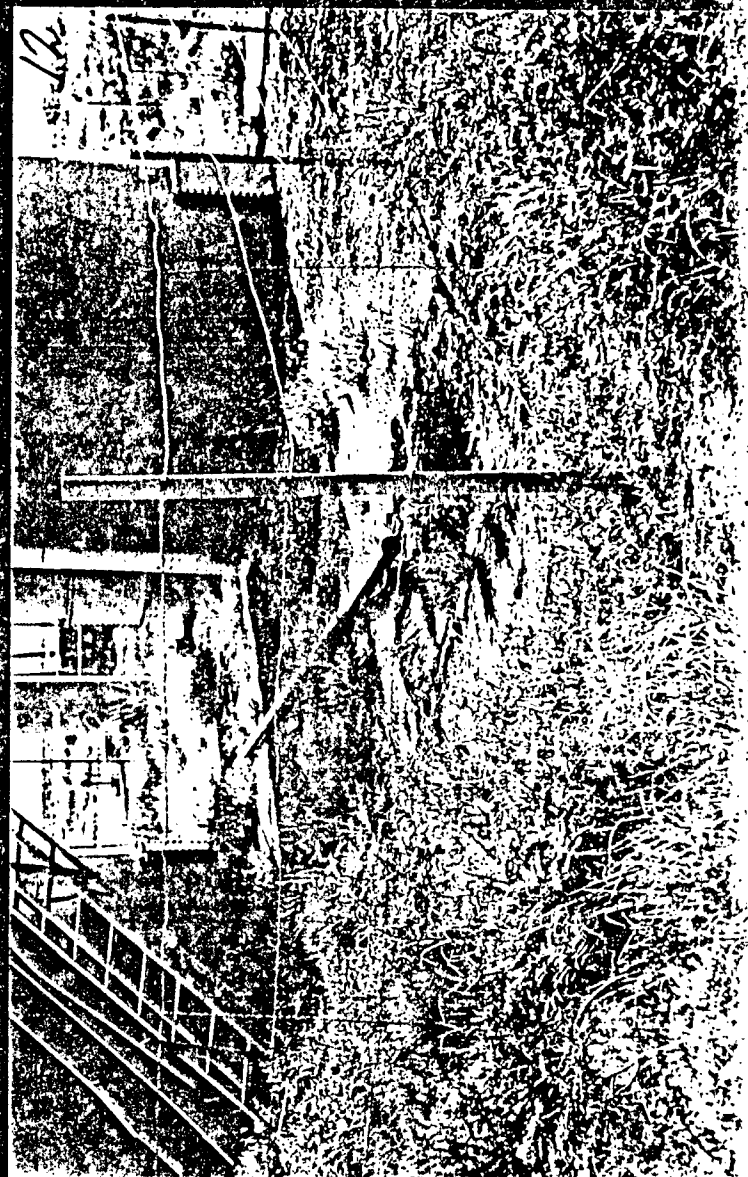


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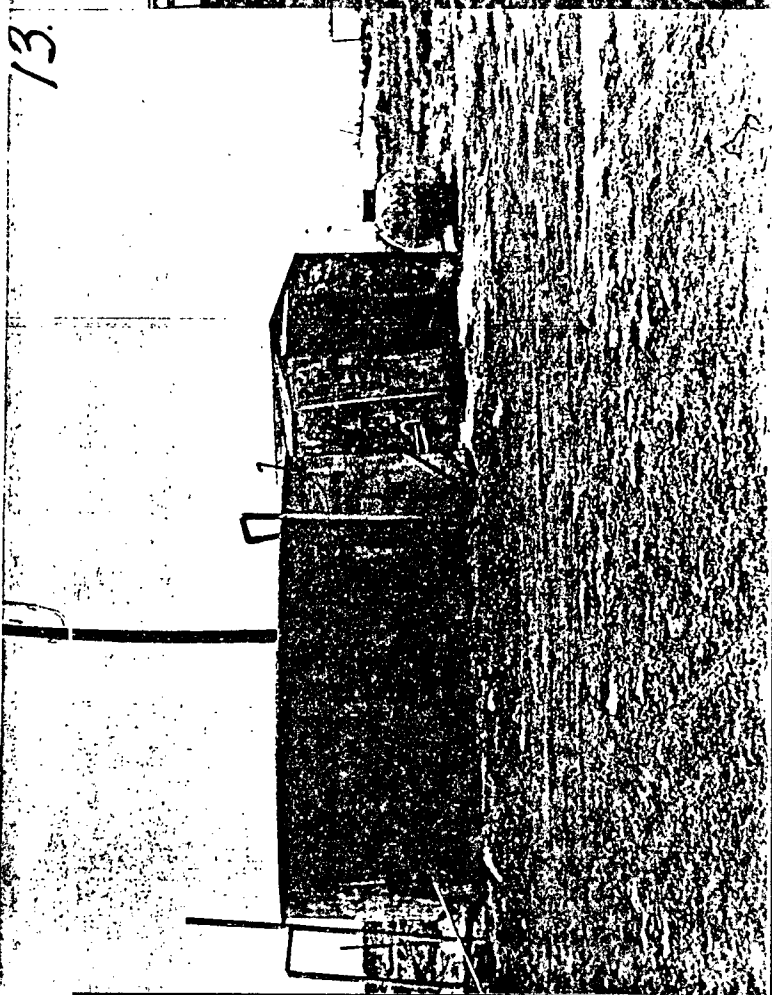


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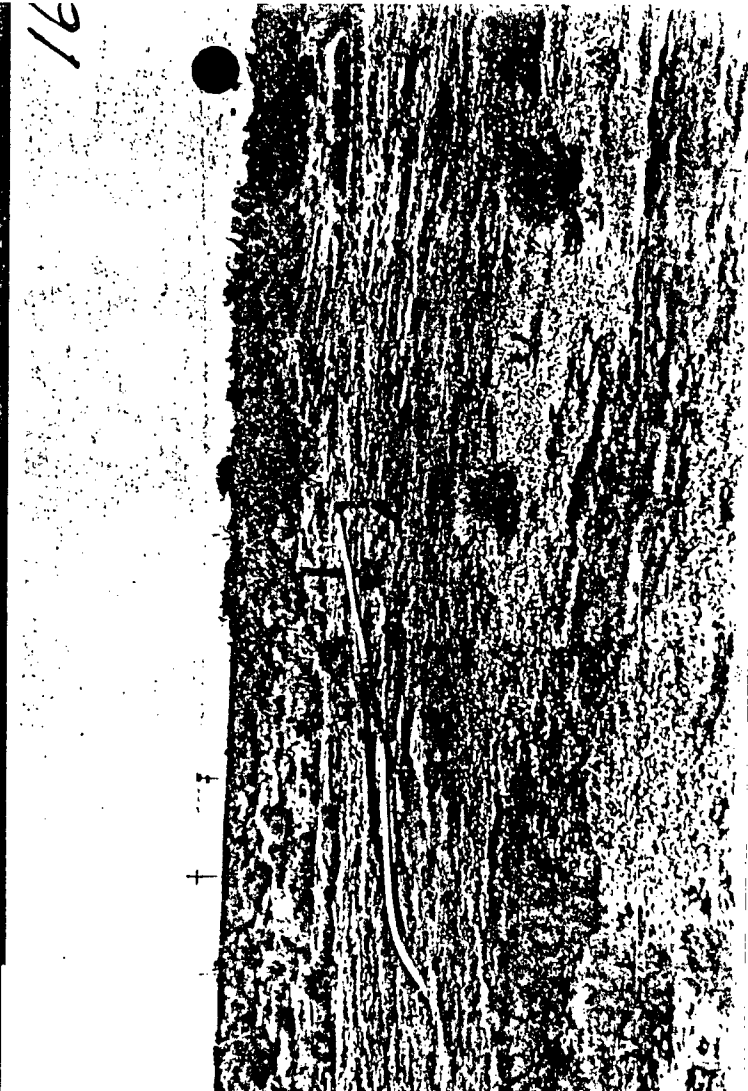
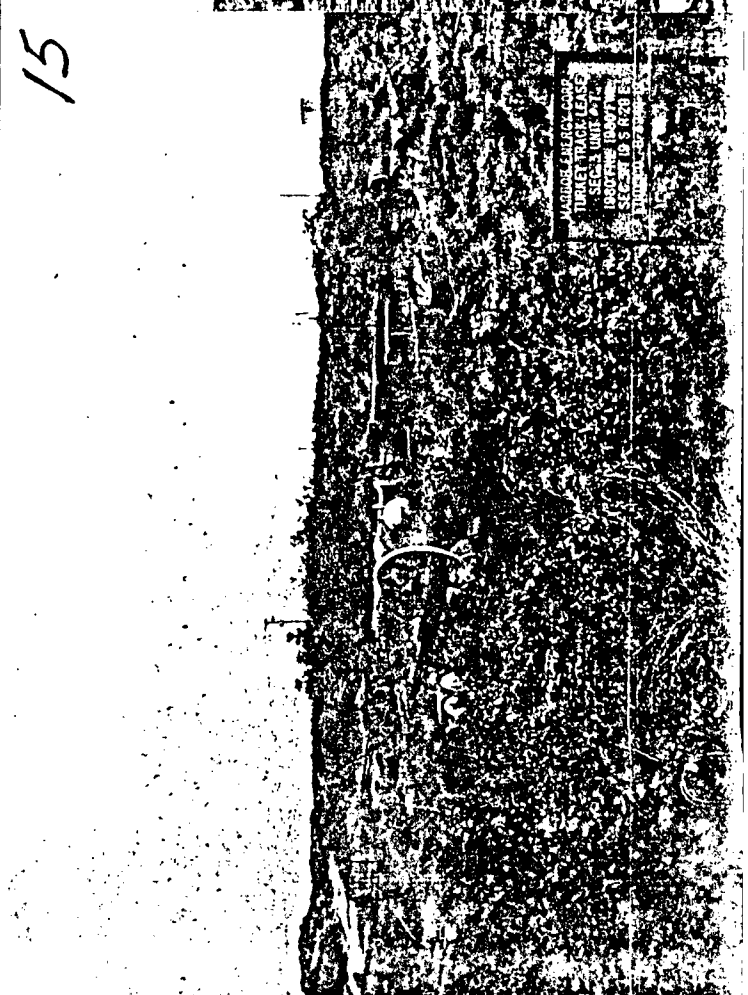




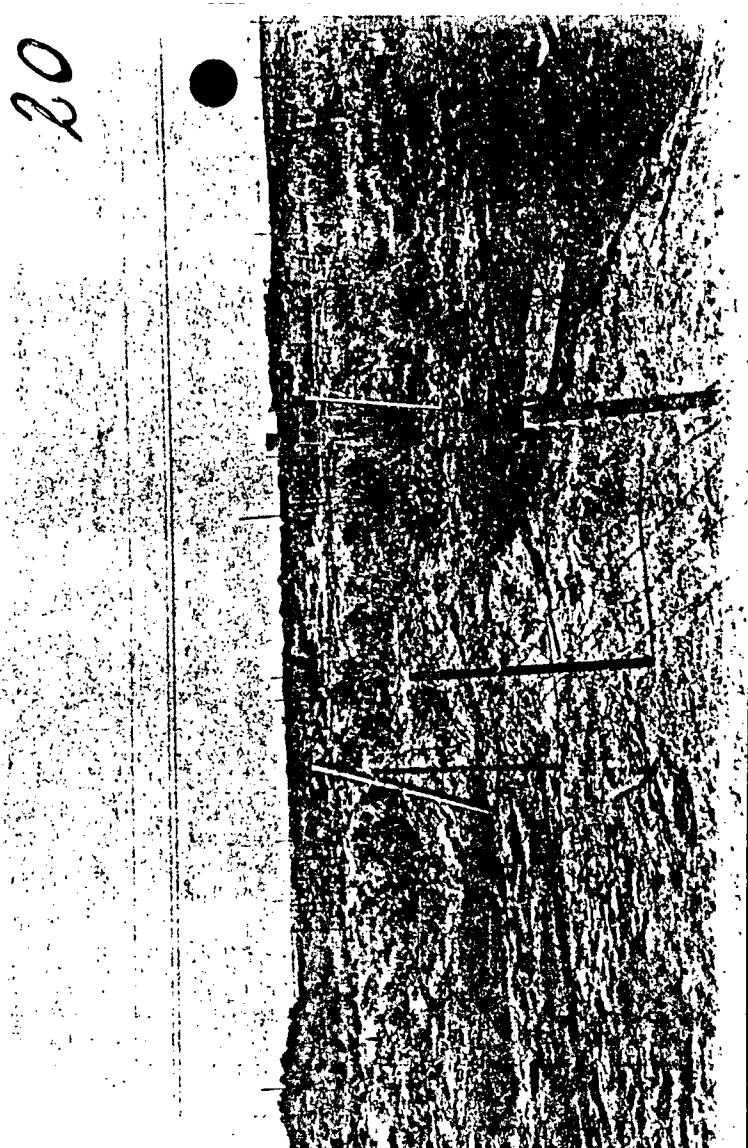
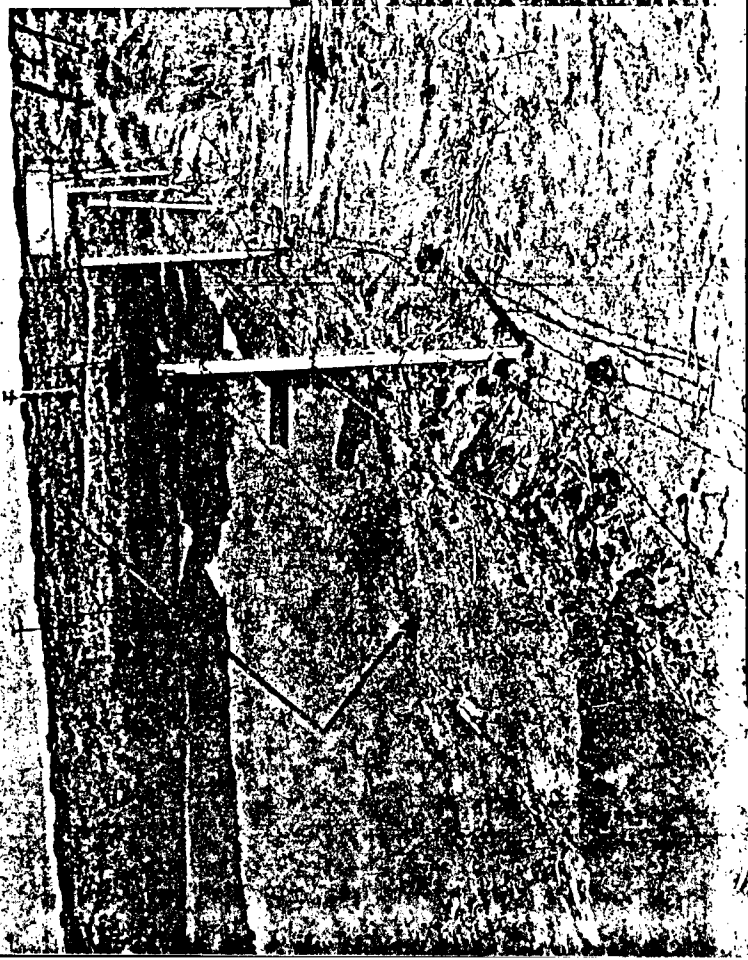
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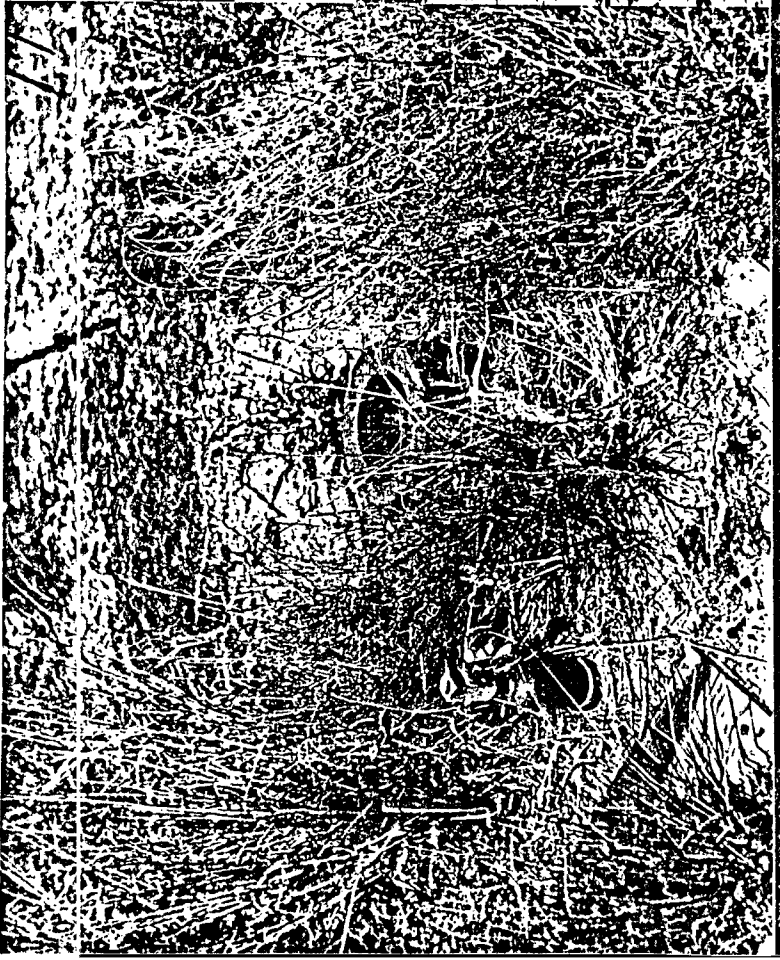
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FOREST SERVICE
TURKEY TRAIL LEADS
SECTION UNIT 47
BRISTOL, IOWA
SECTION 19 S 17 E
TOWNSHIP 27 N



20



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22



21



