

Submitted April 29, 1964
W.P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 3023
Order No. R-2694

APPLICATION OF CITIES SERVICE OIL
COMPANY FOR SALT WATER DISPOSAL
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
April 8, 1964, at Santa Fe, New Mexico, before Examiner
Daniel S. Nutter.

NOW, on this 28th day of April, 1964, the Commission, a
quorum being present, 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 Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Cities Service Oil Company, seeks
authority to complete its Hodges "B" Well No. 2, located in Unit
L of Section 1, Township 25 South, Range 37 East, NMPM, Lea
County, New Mexico, as a dual completion (conventional) to
produce oil from the North Justis-McKee Pool and to dispose of
produced salt water into the Ellenburger formation through
parallel strings of 2 3/8-inch tubing, with separation of zones
by a permanent-type packer set at approximately 8350 feet.

(3) That although the subject well is presently producing
oil from the McKee and Ellenburger formations, production from
the Ellenburger formation is approaching the economic limits
for such production.

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(4) That approval of the subject application will prevent the drilling of an unnecessary well and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

That the applicant, Cities Service Oil Company, is hereby authorized to complete its Hodges "B" Well No. 2, located in Unit L of Section 1, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the North Justis-McKee Pool and to dispose of produced salt water into the Ellenburger formation through parallel strings of 2 3/8-inch tubing, with separation of zones by a permanent-type packer set at approximately 8350 feet;

PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

IT IS FURTHER ORDERED:

(1) That the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1119 of the Commission Rules and Regulations.


(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JACK M. CAMPBELL, Chairman


E. S. WALKER, Member


A. L. PORTER, Jr., Member & Secretary

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