

Entered August 31, 1976  
JWR

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL  
CONSERVATION COMMISSION ON ITS OWN MOTION TO  
PERMIT JOHN W. ADAMS, EXECUTOR OF ESTATES OF R. W.  
AND JUNE ADAMS; AND RUTH McGAHEY, FRED McGAHEY AND  
DAVID McGAHEY dba ADAMS & McGAHEY, AMERICAN EMPLOYERS'  
INSURANCE COMPANY, AND ALL OTHER INTERESTED PARTIES TO  
APPEAR AND SHOW CAUSE WHY CERTAIN WELLS LOCATED IN  
TOWNSHIP 21 NORTH, RANGE 30 EAST, HARDING COUNTY, NEW  
MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE  
WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

CASE NO. 5743  
Order No. R-5270

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 18, 1976,  
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 31st day of August, 1976, 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 John W. Adams, Executor of Estates of R. W. and  
June Adams; and Ruth McGahey, Fred McGahey and David McGahey  
dba Adams & McGahey are the owners and operators of the Gonzales  
Well No. 2, located in Unit P of Section 9, the Adams & McGahey  
Well No. 1, located in Unit B of Section 16, and the Gonzales  
"A" Well No. 1, located in Unit H of Section 32, all in Township  
21 North, Range 30 East, NMPM, Harding County, New Mexico.

(3) That American Employers' Insurance Company is the  
surety on the Oil Conservation Commission plugging bond on which  
John W. Adams, Executor of Estates of R. W. and June Adams; and  
Ruth McGahey, Fred McGahey, and David McGahey, dba Adams &  
McGahey are principals.

(4) That the purpose of said bond is to assure the state  
that the subject well(s) will be properly plugged and abandoned  
when not capable of commercial production.

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(5) That in order to prevent waste and protect fresh waters said Gonzales Well No. 2, Adams & McGahey Well No. 1, and Gonzales "A" Well No. 1 should be plugged and abandoned in accordance with a program approved by the Santa Fe district office of the New Mexico Oil Conservation Commission on or before November 1, 1976, or the wells should be returned to active drilling status or placed on production.

IT IS THEREFORE ORDERED:

(1) That John W. Adams, Executor of Estates of R. W. and June Adams; and Ruth McGahey, Fred McGahey and David McGahey dba Adams & McGahey and American Employers' Insurance Co. are hereby ordered to plug and abandon the Gonzales Well No. 2, located in Unit P of Section 9; Adams & McGahey Well No. 1, located in Unit B of Section 16; and Gonzales "A" Well No. 1, located in Unit H of Section 32, all in Township 21 North, Range 30 East, NMPM, Harding County, New Mexico, on or before November 1, 1976.

(2) That John W. Adams, Executor of Estates of R. W. and June Adams; and Ruth McGahey, Fred McGahey and David McGahey dba Adams & McGahey and American Employers' Insurance Company, prior to plugging and abandoning the above-described wells, shall obtain from the Santa Fe office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Santa Fe office of the date and hour said work is to be commenced upon each well whereupon the Commission may, at its option, witness such work.

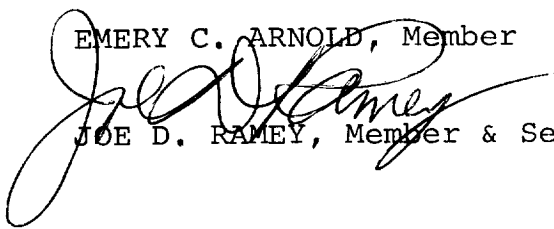
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member

  
JOE D. RAMEY, Member & Secretary

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