

*Entered May 22, 1980*  
*DRK*

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 6887  
Order No. R-6354

APPLICATION OF GENERAL CRUDE  
PROCESSING FOR AN OIL TREATING  
PLANT PERMIT, SAN JUAN COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 7, 1980,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 22nd day of May, 1980, the Division  
Director, 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 Division has jurisdiction of this cause and the  
subject matter thereof.
- (2) That the applicant, General Crude Processing, seeks  
authority to construct and operate a chemical and heat-treatment  
type oil treating plant in the SE/4 SE/4 of Section 21, Township  
30 North, Range 12 West, NMPM, San Juan County, New Mexico, for  
the reclamation of up to approximately 10,000 barrels of sediment  
oil per month to be obtained from tank bottoms, disposal water,  
and waste pits.
- (3) That dikes, dams and/or emergency pits should be  
constructed around the plant capable of holding the entire  
capacity of all tanks and vessels at the plant location in order  
that sediment oil, reclaimed oil, or waste oil cannot escape  
from the immediate vicinity of such plant.
- (4) That the proposed plant and method of processing will  
efficiently process, treat, and reclaim the aforementioned waste  
oil, thereby salvaging oil which would otherwise be wasted.

(5) That the subject application should be approved as being in the best interests of conservation.

IT IS THEREFORE ORDERED:

(1) That the applicant, General Crude Processing, is hereby authorized to install and operate a chemical and heat-treatment type oil treating plant in the SE/4 SE/4 of Section 21, Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico, for the purpose of treating and reclaiming sediment oil to be obtained from tank bottoms and waste pits;

PROVIDED HOWEVER, that the continuation of the authorization granted by this order shall be conditioned upon compliance with the laws of the State of New Mexico and the rules and regulations of the New Mexico Oil Conservation Division;

PROVIDED FURTHER, that prior to commencing operation of said plant, the applicant shall file with the Division and obtain approval of a performance bond in the amount of \$10,000.00 conditioned upon substantial compliance with applicable statutes of the State of New Mexico and all rules, regulations and orders of the Oil Conservation Division.

(2) That the operator of the above-described oil treating plant shall clear and maintain in a condition clear of all debris and vegetation a fireline at least 15 feet in width and encircling the site upon which the plant is located.

(3) That dikes, dams and/or emergency pits shall be constructed around the plant capable of holding the entire capacity of all tanks and vessels at the plant location and capable of preventing the escape of any sediment oil, reclaimed oil, or waste oil from the immediate vicinity of said plant.

(4) That the disposal of waste water accumulated in conjunction with the operation of the above-described plant on the surface of the ground, or in any pit, pond, lake, depression, draw, streambed, or arroyo, or in any watercourse, or in any other place or in any manner which will constitute a hazard to any fresh water supplies is hereby prohibited.

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

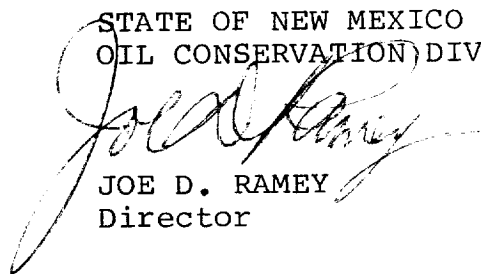
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Case No. 6887

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DONE at Santa Fe, New Mexico, on the day and year herein-  
above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

A handwritten signature in cursive script, appearing to read "Joe D. Ramey", is written over the typed name and title.

JOE D. RAMEY  
Director

S E A L

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