



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS ROAD - AZTEC

87410

February 10, 1971

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STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

Mr. Joe Salmon
Aztec Oil & Gas Company
P. O. Box 570
Farmington, New Mexico 87401

Re: Correcting Gas Transporters
Aztec Oil & Gas Co., Robinson #12
N-22-28N-13W

Dear Mr. Salmon:

The above well was connected to a gas pipeline facility on December 21, 1970. Due to intricacies of the gas purchase contract it seems that the principals involved have had a difficult time deciding whether Southern Union Gathering Co. or El Paso Natural Gas Co. was to be the gas transporter.

After telephone communication with representatives of the operator and transporters in late December, 1970, we were advised Southern Union Gathering Co. would be the transporter and a Form C-104 was duly approved on December 31, 1970. A previously approved C-104 had designated El Paso Natural Gas Co. as transporter. However, when gas transporters reports were received for December the well appeared on El Paso Natural Gas Company's report and not on Southern Union Gathering Company's report.

From subsequent conversations it now seems to be the consensus that El Paso Natural Gas Co. should be the authorized transporter. Based upon this consensus Southern Union Gathering Co. has sent us a notice rescinding their previous connection notice and El Paso Natural Gas Co. has sent us a connection notice. Rather than have Aztec Oil & Gas Co. send us another C-104 changing transporter, I agreed to write this letter rescinding the C-104 designating Southern Union Gathering Co. as transporter.

It was thought that in the light of all the confusion surrounding this well that a letter might clarify matters. Now that it is written I have serious reservations that the matter is particularly clear yet, but at least I have attempted to articulate the confusion. I sincerely hope that this will lay the matter to rest for a while at least.

Thank you.

Yours very truly,

Emery G. Arnold
Emery G. Arnold

Supervisor, District #3

ECA:mc

cc: Southern Union Gathering Co., Bloomfield, New Mexico
El Paso Natural Gas Co., Farmington, New Mexico
Oil Conservation Commission, Santa Fe, New Mexico

