

STATE OF NEW MEXICO

OFFICE OF THE STATE ENGINEER AZTEC

Elizabeth K.Anderson, P.E. State Engineer

100 Gossett Drive, Suite A Aztec, NM 87410

January 15, 2025

Enduring Resources c/o J. Ryland Hutchins, attorney 858 Main, Suite 208 Durango, CO 81301 File number SJ-4301 POD 1

emailed to: ryland@animaspropertylaw.com

RE: Enduring Resources, Requesting Reauthorization of the use of NOI well SJ-4301 POD 1

Greetings:

In 2018 Enduring Resources filed a Notice of Intention (NOI) with the Office of the State Engineer (OSE) for Deep Non-potable Well number SJ-4301 POD 1 (along with 4 other wells). Enduring's name for the well is North Escavada Unit 2207-16B WSW. After an exploratory permit was issued by OSE the well was drilled in 2018 on State Land Office (SLO) land in the NW/4 NE/4 of Section 16, T22N, R7W. In a letter dated December 10, 2018 John Romero, Office of the State Engineer (OSE), authorized appropriation of water from the well subject to a set of conditions under NMSA 1978, Sections 72-12-25 through 72-12-28.

On October 20, 2023 the NM Oil Conservation Division (OCD) issued an Order granting the well to be used as an oilfield disposal well under UIC Permit SWD-2509. As requested by OCD Enduring relinquished its authority to use the well as a water supply well under OSE jurisdiction. In a letter dated May 22, 2024 OSE deauthorized the use of the well as a water supply and relinquished its authority over the well to the OCD.

SLO informed Enduring that the water easement with SLO allowed the well to be use as a water supply but not as a disposal well. As a result, you contacted this office and requested that Enduring be reauthorized to use the well as a water supply. In a letter from this office dated December 16, 2024 you were asked to provide 3 items, and they were received by this office via email on January 3, 2025, and they are all dated January 2, 2025.

- 1) You submitted an affidavit that stated that no water has been injected into the well except during initial drilling and development. It has been reviewed and accepted.
- 2) You submitted a letter asking OSE to resume its jurisdiction over the well, and to allow it to be used as a water supply well under the original approval conditions (in 2018.) This letter has also been reviewed and is acceptable.
- 3) You submitted a copy of your request to the OCD to cancel their Order granting UIC Permit SWD-2509 which allowed this well to be used as an oilfield disposal well. This is the 3rd item requested by this office in December and it is also acceptable.

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This office now considers this well under OSE jurisdiction. Once this office receives acceptable written confirmation that the OCD Order allowing the well to be a disposal well has been cancelled, this office will notify you in writing that Enduring can appropriate water from the well under the conditions stated in the December 10, 2018 letter from OSE.

Sincerely,

Bill Enenbach

Water Rights Division, District V

Bill Enemboch

Copy: Aztec Reading

John Romero, WRAP Director, OSE (via email)

Shawn Williams, District V Manager, OSE (via email)

W.R.A.B., Aztec

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 433005

CONDITIONS

Operator:	OGRID:
NEW MEXICO ENERGY MINERALS & NATURAL RESOURCE	264235
1220 S St Francis Dr	Action Number:
Santa Fe , NM 87504	433005
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date	
pgoetze	None	2/18/2025	