

*Entered May 29, 1968  
C.P.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. 3762  
Order No. R-3423

APPLICATION OF SHANNICK OIL COMPANY  
FOR AUTHORITY TO OPERATE AN OIL TREATING  
PLANT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 16, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 29th day of May, 1968, 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, Shannick Oil Company, seeks permission to construct and operate an oil treating plant to be located in the SW/4 SW/4 SW/4 of Section 19, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico, for the purpose of treating and reclaiming oil catchings collected in salt water disposal systems, drip, and scrubber oil.

(3) 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.

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

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IT IS THEREFORE ORDERED:

(1) That the applicant, Shannick Oil Company, is hereby authorized to operate an oil treating plant to be located in the SW/4 SW/4 SW/4 of Section 19, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico, for the purpose of treating and reclaiming oil catchings collected in salt water disposal systems, drip, and scrubber oil;

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 Commission;

PROVIDED FURTHER, that prior to commencing operation of said plant, the applicant shall file with the Commission 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 Commission of New Mexico.

(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

DAVID F. CARGO, Chairman

  
GUYTON B. HAYS, Member

  
A. L. PORTER, Jr. Member & Secretary

S E A L

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