STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO PERMIT OILFIELD SERVICES AND OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THEIR AUTHORITY UNDER ORDER NO. R-8237 TO OPERATE AN OIL TREATING PLANT LOCATED IN THE SE/4 NW/4 OF SECTION 33, TOWNSHIP 29 NORTH, RANGE 11 WEST, SAN JUAN COUNTY, NEW MEXICO, SHOULD NOT BE CANCELLED AND WHY THE SITE OF SUCH PLANT SHOULD NOT BE RECLAIMED.

> CASE NO. 8997 Order No. R-8237-A

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ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on October 8, 1986, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>10th</u> day of October, 1986, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By Division Order No. R-8237, dated June 9, 1986, Oilfield Services was given authority to operate an oil treating plant located in the SE/4 NW/4 of Section 33, Township 29 North, Range 11 West, NMPM, San Juan County, New Mexico.

(3) This hearing was called in order to permit Oilfield Services to show cause why its permit to operate a treating plant should not be cancelled for failure to abide by OCD regulations.

(4) Subsequent to the hearing on the immediate case, Oilfield Services requested that its permit to operate the subject treating plant be withdrawn.

(5) Division Order No. R-8237 should therefore be rescinded.

-2-Case No. 8997 Order No. R-8237-A

IT IS THEREFORE ORDERED THAT:

(1) Division Order No. R-8237, dated June 9, 1986, which authorized Oilfield Services to operate an oil treating plant located in the SE/4 NW/4 of Section 33, Township 29 North, Range 11 West, NMPM, San Juan County, New Mexico, is hereby <u>rescinded</u>.

(2) Oilfield Services is hereby ordered to clear and reclaim the treating plant site in accordance with Division Rule 312(h).

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION lam R. L. STAMETS Director

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