

Protested SWD Application

By Chevron USA Inc. on 6/26/19

Lamkin, Baylen, EMNRD

From: Lamkin, Baylen, EMNRD
Sent: Wednesday, November 27, 2019 10:55 AM
To: 'joel@loweryenvironmental.com'
Cc: Goetze, Phillip, EMNRD; Rose-Coss, Dylan H, EMNRD; 'dcarsey@chevron.com'
Subject: Notification of Protest for Application to Inject: Berry Allred SWD Well No.3 _ Chevron USA Inc
Attachments: LillyStream Water Solutions, LLC_Berry Allred SWD #3_Chevron USA Inc.pdf

RE: Berry Allred SWD Well No.3 (API 30-25-Pending; Admin. Appl. No pMAM1917749148) Unit H/Lot 9 S6 T21S R32E, NMPM, Lea County

Mr. Lowery,

The OCD was notified by Chevron USA Inc. that they are protesting this application. This party has been identified as an affected person for the location being considered. Because of the protest, the application can no longer be reviewed administratively. You are being notified that for this application to be considered, LillyStream Water Solutions, LLC currently has two options; the first is to go to hearing, the second is to negotiate a resolution with the protesting party. If the protest is withdrawn, then the application can be reviewed administratively. In the meantime, the application will be retained pending a hearing or other resolution. Please continue to provide OCD with information regarding the standing of this application and feel free to call me with any questions.

Contact for Chevron USA Inc.:
David Carsey
Senior Counsel
1400 Smith Street, Room 06072
Houston, Texas 77002
713.372.9125
Dcarsey@chevron.com

Regards,
Baylen Lamkin

Petroleum Specialist
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

(505) 476-3477





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David Carsey
Senior Counsel

June 26, 2019

Via Email and U.S. Mail: Phillip.Goetze@state.nm.us

Phillip Goetze
Oil Conservation Division, EMNRD
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: *LilyStream Water Solutions, LLC, Application for Authorization to Inject
Berry Allred SWD #3*

Dear Mr. Goetze:

Chevron U.S.A. Inc. hereby objects to the above-referenced Application for Authorization to Inject filed by LilyStream Water Solutions, LLC to drill the Berry Allred SWD #3 as a commercial salt water well. Applicant seeks to dispose of up to 30,000 BPD of fluids into the Devonian-Silurian formations between 14,385' and 15,600'.

Chevron is an "affected person" under Rule 19.15.2.7 and was provided notice of the Application.

Chevron believes that approving the Application will cause waste and impair its correlative rights. Additionally, the Application is insufficient in that it does not demonstrate the training, knowledge or experience of the person who is offering the scientific, geologic, and engineering opinions contained in the Application and lacks the information required by Form C-108.

Chevron hereby requests that the application be set for hearing in accordance with Rule 19.15.26.8(D) and, after appropriate notice and hearing, be denied.

Please do not hesitate to contact me if you have any questions.

Sincerely,



David Carsey
Senior Counsel

cc: Joel W. Lowry
Lowry Environmental
202 S. Main Street
Lovington, NM 88260

LilyStream Water Solutions, LLC
1308 West Ave. N
Lovington, NM 88260

Western U.S. Onshore
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