

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Administrative Order SWD-665-B

APPLICATION OF BLACK HILLS GAS RESOURCES TO AMEND ITS INJECTION PERMIT FOR THE SIMMS FEDERAL WELL NO 1, RIO ARRIBA COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Black Hills Gas Resources has made application to the New Mexico Oil Conservation Division, for permission to amend disposal permit SWD-665 to allow for tapered tubing.

THE DIVISION DIRECTOR FINDS THAT:

The original application specified that 2-7/8 inch tubing be used for injection. After necessary well work including installation of a 3-1/2 inch liner, this injection well has been equipped with a plastic coated tapered tubing string.

Division records indicate this well has not been utilized for acid gas injection for many years. This authority should not be continued.

IT IS THEREFORE ORDERED THAT:

SWD-665A is hereby amended to allow for utilization of plastic coated, tapered (2-7/8 inch and 2-1/16 inch) injection tubing to be set with a packer located within 100 feet of the top of the active injection interval.

This well is no longer permitted for injection of acid gas.

All other provisions of administrative Order SWD-665-A shall remain in full force and effect.

Approved at Santa Fe, New Mexico, on October 9, 2007.

MARK E. FÉSMIRE, P.E.

Director

MEF/wvjj

cc: Oil Conservation Division - Aztec

Bureau of Land Management - Farmington