

NEW MICKICO ENERGY, WITHKALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary

August 8, 2003

Lori Wrotenbery Director Oil Conservation Division

Mr. Frates S. Seeligson 4040 Broadway Suite 510 San Antonio, TX 78209

VIA CERTIFIED MAIL 7001-1904-0004-3929-9918

 Re: Daughtery - Crosby Salt Lake Treating Plant and Disposal Facility Section 19, T 8 S, R 30 E; Section 24, T 8 S, R 29 E; and Section 19, T 8 S, R 29 E, NMPM, Chaves County, New Mexico Permitted by Order No. R-5464 issued in Case No. 5922, under date of June 14, 1977.

Dear Mr. Seeligson:

The Oil Conservation Division (OCD) has determined that disposal operations have ceased at the referenced facility. Daughtery - Crosby Salt Lake Treating Plant and Disposal Facility submitted a closure plan that was approved by the OCD on January 31, 2003. Daughtery - Crosby Salt Lake Treating Plant and Disposal Facility submitted a closure reports dated June 1, 2003. The closure of the facility was approved by the OCD on August 8, 2003.

In the absence of a response to this letter, the Division will proceed with an application for a hearing to show cause why the permit for this facility should not be revoked. You posted a surety bond, in the amount of \$25,000, No. 111 3268 3654 issued by Fireman's Fund Insurance Co. on Apirl 10, 1989. Upon revocation of the permit this Bond will be released.

Unless the permitee submits to this office, no later than August 29, 2003 a request to keep the permit, the Division will proceed to schedule a permit revocation hearing.

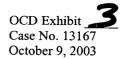
Should you have any questions, please call Martyne Kieling at (505)-476-3488.

Sincerely,

Roger C. Anderson Environmental Bureau Chief

ec: David K. Brooks, OCD legal OCD Hobbs Arksis

> Oil Conservation Division * 1220 South St. Francis Drive * Santa Fe, New Mexico 87505 Phone: (505) 476-3440 * Fax (505) 476-3462 * <u>http://www.emnrd.state.nm.us</u>



SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this formsprint card to you. Attach this form to the front of the mailplece, or on the back in permit. Write "Return Receipt Requested" on the mailplechasio the The Return Receipt will show to whom the article was delive delivered.	following s extra fee): If space does not Baugenback TIO 2. C Re random the date	to receive the ervices (for an idressee's Address estricted Delivery stmaster for fee.
3. Article Addressed to: Mr. Frutes S. Seeligson 4040 Bradway Suite 510 San Antonio, TX 78209	7001, 1940 000 4b. Service Type Registered Express Mail Return Receipt for Merch 7. Date of Delivery	X Certified
5. Deceived By: (Print/Name) 6. Signature: (Addressed of Agent) PS Form 3811, December 1994	8. Addressee's Address and fee is paid) 102595-97-B-0179 Domestic	Only if requested

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