

*** BID TABULATION ***

03/23/01 10:42:28

PAGE 1

STATE OF NEW MEXICO
GENERAL SERVICES DEPARTMENT
PURCHASING DIVISION

10-521-20-05828

00/00/00 THRU 00/00/00 TYPE:A STAT:8 AMEND:00000

WELL PLUGGING IN EDDY & CHAVEZ COUNTIES

AGENCY: ENERGY & MINERALS REQUISITION DATE: 02/14/01
SPD BUYER: KS LOGGED IN DATE: 02/14/01
ACTION TAKEN: FORMAL ACTION DATE: 02/19/01
AGENCY BUYER: PGS: BID OPENING: 03/22/01
ZONES: NNNNNNNNNYNN XREF(1): XREF(2):
E1:
E2:

ENCUMBRANCE NO:

REQUESTED DELIVERY DATE: AS REQUESTED
CONTACT PERSON / PHONE: DOROTHY PHILLIPS (505) 827-7137

** SHIP TO **

NAME: OCD
ADDR1: 1220 SOUTH ST FRANCIS DR
ADDR2:
CITY: SANTA FE
STATE: NM ZIP: 87505-0000

** INVOICE **

NAME: OCD STATE LAND OFFICE BLDG. RM2
ADDR1: 1220 SOUTH ST FRANCIS DR
ADDR2:
CITY: SANTA FE
STATE: NM ZIP: 87505-0000

05478 WELLS, PLUGGING

1 8 5337102
MAYO MARRS CASING PULLING INC
PO BOX 863

KERMIT TX 79745-0863
TELEPHONE: 915-586-3076

TERM: NET
FOB: DESTINATION
DELIVERY: AS REQUESTED
COMMENT 1:
COMMENT 2:
TAX-ID NUMBER: 751498487

2 8 5491394
TRIPLE N SERVICES, INC
1110 W. COUNTY ROAD #114

MIDLAND TX 79706-0000
TELEPHONE: 915-687-1994

TERM: NET 30
FOB: DESTINATION
DELIVERY: MAY 2001
COMMENT 1:
COMMENT 2:
TAX-ID NUMBER:

ITEM ARTICLE & DESCRIPTION UNIT QUANT PRICE ST
VEN BID INFO VN

ITEM	ARTICLE & DESCRIPTION	UNIT	QUANT	PRICE	ST
0001	PLUGGING EIGHT (8) ABANDONED OIL AND GAS WELLS IN EDDY AND CHAVEZ COUNTIES NEW MEXICO - OPERATORS - IT PROPERTIES, DELMAR W. BERRY; JACK J. GRYNBERG.	-			8
1				51,845.000000	1
2				108,265.000000	2
- ABSTRACT REQUEST COMPLETED					

277
03/23/01 10:43

BID FORM (Page 1)

NEW MEXICO OIL CONSERVATION DIVISION

Plugging/Remediating/Restoring Well/Well Site

Mail sealed bid to: *5337102* Purchasing Division
Rm. 2016. Joseph M. Montoya Bldg.
1100 St. Francis Drive
Santa Fe, NM 87503
Phone 505-827-0472

Bid Identification Number: 10-521-20-05828.

Bid Opening Date and Time: MARCH 22, 2001 @2:00 P.M.

BIDDER MUST COMPLETE AND SIGN		
Bidder Name	MAYO MARRS CASING POLLING	
	BOX 863	
Street Address	KERMIT, TX 79745	
	(915) 586-2844	
City	State	Zip
Telephone		
Authorized Signature	<i>[Signature]</i>	
	3-8-01	
	Date	
Printed or Typed Name	Rickey Smith	
	Pres.	
	Title	

Failure to fill out all applicable blanks and manually sign this bid submission will disqualify the bid. BIDDER'S SIGNATURE ON THIS FORM BINDS BIDDER TO ALL TERMS AND CONDITIONS IN THE INVITATION FOR BIDS.

Show bid opening date and identification number in lower left hand corner of sealed bid envelope.

This bid form must include: (1) this BID FORM, (2) the SUPPLEMENTAL BID RATE SHEET and (3) the LIST OF SUBCONTRACTORS AND EQUIPMENT.

LIST OF SUBCONTRACTORS AND EQUIPMENT

To be filled out by the bidder and returned with bid.

Bid Number: 10-521-20-05828

Bidder: _____
MAYO MARRS CASING PULLING
BOX 863
KERMIT, TX 79745
(915) 586-2844

Subcontractors List

Any person submitting a bid shall in the bid set forth the name and location of the place of business of each subcontractor under subcontract to the contractor who will perform work or labor or render services to the contractor in or about construction of the public works construction project in excess of the listing threshold of five thousand (\$5,000.00) dollars; and the nature of the work which will be done by each subcontractor under the New Mexico Subcontractors Fair Practices Act, Section 13-4-34, NMSA 1978. The contractor shall list only one subcontractor for each category as defined by the contractor in this bid. If no subcontractors, indicate such. Do not include suppliers.

WORK	COMPANY	ADDRESS	PHONE
<i>None</i>			

EQUIPMENT LIST

Please list all major equipment to be used in performing this contract.

TYPE	MANUFACTURER	MODEL	CAPACITY	COND
Rig	<i>Wilson</i>	<i>Super</i>	<i>180,000 #</i>	<i>A</i>
Pump	<i>Jardor Sewer</i>	<i>3354</i>		<i>A</i>
BOP	<i>Staffer</i>	<i>39</i>	<i>3000</i>	<i>A</i>

NEW MEXICO OIL CONSERVATION DIVISION
SUPPLEMENTAL BID RATE SHEET

(To be filled out by bidder and returned with bid)

SUPPLEMENTAL BID RATES

Bid Identification Number: 10-521-20-05828

Bidder: MAYO MARRS CASING PULLING
BOX 863
KERMIT, TX 79745
(915) 586-2844

Supplemental Bid Rates are to be applicable if charges are made in addition to or in lieu of turnkey bid. Switching to hourly rate or other implementation of Supplementary Bid Rates must be approved by the EMNRD-OCD Representative on-site or by the District Supervisor of the appropriate District Office. The turnkey bid will not be accepted unless all Supplemental Bid Data is furnished. The Supplemental Bid Rates listed below will be considered firm bids.

DESCRIPTION OF SERVICE	RATE PER	UNIT
Rig equipped to perform all work set out in Plugging/Remediation/Restoration Procedures	\$ 160 ⁰⁰	hour
Cement pumping	\$ 275 ⁰⁰	plug
Cement to include any blending and any transportation costs	\$ 12 ⁰⁰	sack
Perforating to include ten holes per run and set-up charges	\$ 350 ⁰⁰	run
Move-in, move-out charges	\$ 1500 ⁰⁰	well
Water truck - Capacity <u>120</u> barrels	\$ 72 ⁰⁰	hour
Welder - Minimum hours if applicable: <u>4</u>	\$ 45	hour
Backhoe - Minimum hours if applicable: <u>4</u>	\$ 45	hour
Dozer - Minimum hours if applicable: <u>4</u>	\$ 105	hour
Furnished tubular goods - Description: <u>2 3/8 - 1 3/5 / mile trucking</u>	\$ 15¢	foot

MAIL TO:
STATE OF NEW MEXICO
GSD - PURCHASING DIVISION
PO BOX 26110
SANTA FE, NEW MEXICO 87502-0110

IMPORTANT
PLEASE PRINT BID NUMBER
AND OPENING DATE ON THE LEFT
BOTTOM CORNER OF YOUR
BID ENVELOPE

* I N V I T A T I O N T O B I D *

VENDOR
5491394
Triple ~~NE~~ Services
P.O. Box 10451
Midland, TX 79702

WELL PLUGGING IN EDDY & CHAVEZ
COUNTIES

CONTRACT

TELEPHONE NO. 915-687-1994
IF YOUR ORDERING OR PAYMENT
ADDRESS IS DIFFERENT FROM
ABOVE, PLEASE SUBMIT AN
ATTACHMENT WITH YOUR ADDRESSES.

BID NUMBER: 10-521-20-05828
COMMODITY CODE(S): 05478

COMPANY:

BUYER: KATHY SANCHEZ *KS*
(505) 827-0487

N.M. 5% RESIDENT PREFERENCE
CERTIFICATION NUMBER _____

SEALED BID OPENING: FORMAL
STATE PURCHASING AGENT'S OFFICE
DATE: 03/22/01 TIME: 02:00 PM

NOTE: TO BE VALID BID MUST BE SIGNED

SIGNATURE: *[Signature]*
TYPE/PRINT NAME: JAMES F. NEWMAN

PAYMENT TERMS. net 30
DISCOUNTS WILL NOT BE CONSIDERED IN
COMPUTING THE LOW BID. SEE TERMS
AND CONDITIONS.

SHIP TO:
OCD
1220 SOUTH ST FRANCIS DR
SANTA FE NM 87505

FOB POINT: JOBSITES
REQUESTED DELIVERY:
AS REQUESTED

INVOICE:
OCD STATE LAND OFFICE BLDG. RM2
1220 SOUTH ST FRANCIS DR
SANTA FE NM 87505

VENDOR'S DELIVERY: May 2001
DELIVERY MAY BE CONSIDERED IN
THE AWARD.

THIS BID IS SUBJECT TO THE TERMS AND CONDITIONS SHOWN ON THE REVERSE SIDE
OF THIS PAGE AND ADDITIONAL BIDDING INSTRUCTIONS.

PLEASE NOTE: DO NOT RETURN INVITATION TO BID FORM IN CASE OF A "NO BID".
BID MUST BE RECEIVED IN THE STATE PURCHASING DIVISION OFFICE BY THE
BID OPENING DATE AND LOCAL TIME AS INDICATED ABOVE.

HAND DELIVERIES WILL ALSO BE ACCEPTED AT THE JOSEPH MONTOYA BLDG. RM 2016
1100 ST. FRANCIS DR. SANTA FE, NEW MEXICO 87505

THIS MAILING CONTAINS 34 SHEETS, PLUS _____ SAMPLES WHICH COMPRISE
SPECIFICATIONS, INSTRUCTIONS, AND BID FORMS. IF YOUR INVITATION CONTAINS
LESS, PLEASE ADVISE THIS OFFICE IMMEDIATELY.

IF APPLICABLE - BIDDER ACKNOWLEDGES RECEIPT OF THE FOLLOWING AMENDMENT(S)
AMENDMENT NO: _____ DATED: _____ AMENDMENT NO: _____ DATED: _____
AMENDMENT NO: _____ DATED: _____ AMENDMENT NO: _____ DATED: _____

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BID FORM (Page 1)

NEW MEXICO OIL CONSERVATION DIVISION

Plugging/Remediating/Restoring Well/Well Site

Mail sealed bid to: Purchasing Division
Rm. 2016, Joseph M. Montoya Bldg.
1100 St. Francis Drive
Santa Fe, NM 87503
Phone 505-827-0472

Bid Identification Number: 10-521-20-05828.

Bid Opening Date and Time: MARCH 22, 2001 @2:00 P.M.

BIDDER MUST COMPLETE AND SIGN		
TRIPLE N SERVICES, INC		
Bidder Name	P.O. BOX 10451	
Street Address	MIDLAND TX 79702-0451	
City	State	Zip
Telephone	915-637-1994	
Authorized Signature	Date	
JAMES F. NEWMAN	3/7/01	
Printed or Typed Name	Title	
JAMES F. NEWMAN	PRESIDENT	

Failure to fill out all applicable blanks and manually sign this bid submission will disqualify the bid. BIDDER'S SIGNATURE ON THIS FORM BINDS BIDDER TO ALL TERMS AND CONDITIONS IN THE INVITATION FOR BIDS.

Show bid opening date and identification number in lower left hand corner of sealed bid envelope.

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Bid Form (Page 1A)

BID PER WELL/WELL SITE (if more than one well/site)	BID	WELL/WELL SITE
	\$ <u>22,195.00</u>	<u>I.T. Properties</u>
	\$ <u>10,640.00</u>	<u>Delmar W. Gray</u>
	\$ <u>13,250.00</u>	<u>Jack J. Grayberry</u>

LIST OF SUBCONTRACTORS AND EQUIPMENT

To be filled out by the bidder and returned with bid.

Bid Number: 10-521-20-05828

Bidder: TRIPLE N SERVICES

Subcontractors List

Any person submitting a bid shall in the bid set forth the name and location of the place of business of each subcontractor under subcontract to the contractor who will perform work or labor or render services to the contractor in or about construction of the public works construction project in excess of the listing threshold of five thousand (\$5,000.00) dollars; and the nature of the work which will be done by each subcontractor under the New Mexico Subcontractors Fair Practices Act, Section 13-4-34, NMSA 1978. The contractor shall list only one subcontractor for each category as defined by the contractor in this bid. If no subcontractors, indicate such. Do not include suppliers.

WORK	COMPANY	ADDRESS	PHONE

EQUIPMENT LIST

Please list all major equipment to be used in performing this contract.

TYPE	MANUFACTURER	MODEL	CAPACITY	COND
Rig	WILSON	42-190, double	140,000 lbs	GOOD
Pump	OILWELL	346P triplex	2,500 psi / 3 BHP	GOOD
BOP	TRIPPLE M OIL TOOLS	manual	3,000 psi	GOOD
WIRELINE	SHOPMADE	7/32" electric line, hydraulic	4,000 ft	GOOD
WIRELINE	CHEVRONLET	C70	15,000 ft	GOOD

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

GARY E. JOHNSON
GOVERNOR

JENNIFER SALISBURY
CABINET SECRETARY

October 30, 1996

Tom Oswald
I. T. Properties
3502 Yachtclub Ct
Arlington TX 76106

Re: Packer Leakage Test, DHY State #1, Ut. F, Sec 23-19S-28E

Mr Oswald;

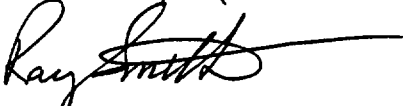
The letter is in reference to the recently submitted PLT on the subject well.

According to our enterpretation of the test chart, a leak is indicated. The leak needs to be repaired within the next 30 days.

Please file notice of your intentions as soon as possible and notify this office at least 24 hours prior to the time work is to begin in order that it may be witnessed by OCD.

Your prompt attention to this matter will be greatly appreciated. If you have any questions please feel free to contact me.

Your Truly



Ray Smith
Deputy Oil & Gas Inspector

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY)
THE OIL CONSERVATION DIVISION FOR THE)
PURPOSE OF CONSIDERING:)

APPLICATION OF THE OIL CONSERVATION)
DIVISION FOR AN ORDER REQUIRING I.T.)
PROPERTIES TO PROPERLY PLUG ONE WELL,)
EDDY COUNTY, NEW MEXICO)

CASE NO. 12,459

APPLICATION OF THE OIL CONSERVATION)
DIVISION FOR AN ORDER REQUIRING JACK J.)
GRYNBERG TO PROPERLY PLUG FIVE WELLS,)
CHAVES COUNTY, NEW MEXICO)

CASE NO. 12,457

APPLICATION OF THE OIL CONSERVATION)
DIVISION FOR AN ORDER REQUIRING D.W.)
BERRY TO PROPERLY PLUG ONE WELL IN)
CHAVES COUNTY AND ONE WELL IN EDDY)
COUNTY, NEW MEXICO)

CASE NO. 12,458

(Consolidated)

OIL CONSERVATION DIV
01 JAN 24 PM 4:06

REPORTER'S TRANSCRIPT OF PROCEEDINGS
EXAMINER HEARING

BEFORE: DAVID R. CATANACH, Hearing Examiner

January 11th, 2001
Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday January 11th, 2001, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

* * *

I N D E X

January 11th, 2001
 Examiner Hearing
 CASE NOS. 12,459, 12,457 and 12,458 (Consolidated)

PAGE

REPORTER'S CERTIFICATE

8

* * *

E X H I B I T S

Applicant's	Identified	Admitted
Case No. 12,459		
Exhibit 1	5	-
Exhibit 2	6	-
Exhibit 3	7	-
Case No. 12,457		
Exhibit 1	5	-
Exhibit 2	6	-
Exhibit 3	6	-
Case No. 12,458		
Exhibit 1	5	-
Exhibit 2	6	-

* * *

A P P E A R A N C E S

FOR THE DIVISION:

MICHAEL E. STOGNER, NMOCD Hearing Examiner

* * *

1 WHEREUPON, the following proceedings were had at
2 1:46 p.m:

3 EXAMINER CATANACH: Okay, at this time we will
4 call Case 12,459, which is the Application of the Oil
5 Conservation Division for an order requiring I.T.
6 Properties to properly plug one well, Eddy County, New
7 Mexico.

8 Call for appearances in this case.

9 MR. STOGNER: Mr. Examiner, I'm Michael E.
10 Stogner, appearing on behalf of the New Mexico Oil
11 Conservation Division here in Santa Fe, and at this time
12 I'd ask that Cases 12,457 and 12,458 be called and
13 consolidated with 12,459.

14 EXAMINER CATANACH: Is there any objection to
15 that?

16 There being no objection, I will call Case
17 12,457, which is the Application of the Oil Conservation
18 Division for an order requiring Jack J. Grynberg to
19 properly plug five wells in Chaves County, New Mexico.

20 And I will call Case 12,458, which is the
21 Application of the Oil Conservation Division for an order
22 requiring D.W. Berry to properly plug one well in Chaves
23 and one well in Eddy Counties, New Mexico.

24 Call for additional appearances in any of these
25 cases. There being none, Mr. Stogner, you may proceed.

1 MR. STOGNER: Again, I'm Michael Stogner
2 appearing on behalf of the OCD.

3 The commonality of these three cases are, they
4 have been reviewed by our District Office in Artesia, New
5 Mexico --

6 EXAMINER CATANACH: Pardon me, Mr. Stogner, can
7 we get you to get sworn in before you start your --

8 MR. STOGNER: I'm coming to that. I'm
9 representing the Division in these cases, not as a witness,
10 because these cases have been presented in the absence of
11 objection, and I'm merely here to act on behalf of the
12 legal division, which normally puts these together, and I'm
13 just here to introduce the exhibits and explain what each
14 one is, not as a witness but just substituting for the
15 legal counsel today, if I may.

16 EXAMINER CATANACH: And I assume that the legal
17 bureau is unavailable to do these cases today?

18 MR. STOGNER: Yes, they are, our legal staff is
19 kind of non-existent at this point.

20 EXAMINER CATANACH: I see.

21 MR. STOGNER: If you wish, I can be sworn.

22 EXAMINER CATANACH: You don't plan on giving any
23 testimony in this case.

24 MR. STOGNER: No, I am not.

25 EXAMINER CATANACH: You're just simply presenting

1 the evidence that was either put together by some of the
2 legal bureau or yourself?

3 MR. STOGNER: Not by myself.

4 EXAMINER CATANACH: Okay.

5 MR. STOGNER: It was prepared by the Artesia
6 District Office and the legal bureau.

7 EXAMINER CATANACH: I understand. Okay, there
8 are no other appearances in this case, and these cases are
9 styled such that in the absence of objection these cases
10 will be taken under advisement.

11 Do you have evidence in all three of these cases
12 to present to the Division -- not to --

13 MR. STOGNER: To --

14 EXAMINER CATANACH: To convey to the Division.

15 MR. STOGNER: To convey at this point, yes.

16 EXAMINER CATANACH: Okay.

17 MR. STOGNER: Each of the three cases are in
18 front of you at this time, and I have also given the
19 exhibits to the court reporter and other people here of
20 interest.

21 Exhibit Number 1 in each of these cases includes
22 portions of the well files on record with the Division,
23 correspondence between the District Office, being Artesia,
24 and the legal bureau here in Santa Fe. Also, they contain
25 recommended plugging procedures for each well that was

1 prepared by the District Office. That's what Exhibit 1
2 includes.

3 Exhibit 2 in Case 12,457 and 12,459 includes
4 copies of the plugging bond out of our office here in Santa
5 Fe. Both of those cases the wells are presently under a
6 plugging bond. However, in Case 12,458 neither well
7 involved has a plugging bond or has ever had a plugging
8 bond of record, so there is no copies of the plugging bond
9 in that case.

10 Exhibit 3 in Case 12,457 and 12,459 and Exhibit 2
11 in 12,458 includes notice by the Division, with each
12 operator, or the last known operator, and, if applicable,
13 the surety of each of those bonds.

14 I request at this time that administrative notice
15 be taken of the complete well file on record here in Santa
16 Fe and the Artesia Office. Usually it's my practice to
17 include complete copies of those well files, but the well
18 files are not available at this time.

19 Also I request at this time that each case be
20 taken under advisement.

21 EXAMINER CATANACH: Thank you, Mr. Stogner.
22 Administrative notice of each of these well files in these
23 cases will be reviewed in this proceeding.

24 And there being nothing further, Case 12,459,
25 Case 12,457 and Case 12,458 will be taken under advisement.

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MR. STOGNER: For your convenience, I will provide you a rough draft order.

EXAMINER CATANACH: Thank you. And anything further, Mr. Stogner?

MR. STOGNER: Nothing further.

EXAMINER CATANACH: There being nothing further, these cases will be taken under advisement, and this hearing is adjourned.

(Thereupon, these proceedings were concluded at 1:50 p.m.)

* * *

David X Catanach
Oil Conservation Division
12457-55
-2001

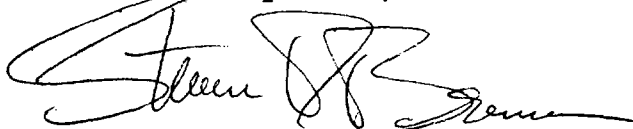
CERTIFICATE OF REPORTER

STATE OF NEW MEXICO)
) SS.
 COUNTY OF SANTA FE)

I, Steven T. Brenner, Certified Court Reporter and Notary Public, HEREBY CERTIFY that the foregoing transcript of proceedings before the Oil Conservation Division was reported by me; that I transcribed my notes; and that the foregoing is a true and accurate record of the proceedings.

I FURTHER CERTIFY that I am not a relative or employee of any of the parties or attorneys involved in this matter and that I have no personal interest in the final disposition of this matter.

WITNESS MY HAND AND SEAL January 18th, 2001.



STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 2002