

9-27-94

Tim -

Mr. LaRue called about his pluggings in Chaves Co. He needs a little more time because his health problems delayed his plans for organizing the plugging program. He said he has made some progress + will get with you next month. I told Rand Carroll + he will hold off on the show case hearing. *

Thanks

CE File

- Jim



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

BRUCE KING
GOVERNOR

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

P.O. DRAWER DD
ARTESIA, NEW MEXICO 88211
(505) 748-1283

August 29, 1994

Mr. Rand Carroll
Oil Conservation Division Attorney
Santa Fe, New Mexico

Dear Mr. Carroll:

LaRue and Muncy are operators of nine inactive wells in Chaves County which need to be plugged. They were also the operators of a plugged well which requires additional location restoration.

We have written them two letters this year concerning the wells and have received no response. Our files contain letters back into the 1980s requesting compliance.

We recommend that you schedule a Show Cause Hearing concerning the proper plugging of the wells and the forfeiture of the operator's well plugging bond.

We are submitting additional information as set out below:

Copies of two 1994 letters to the operator requesting compliance. The May 20 letter contains a list of the wells and the well locations.

Copies of forms C-104 or C-105 showing the current operator.

As stated in the July 6 letter, the wells may pose a threat to water and hydrocarbon resources in the area.

LaRue and Muncy have a blanket bond for \$ 50,000 issued by Gulf Insurance Company Surety.

Please let us know if you need additional information.

Yours Truly,


Jim Morrow

CC: LaRue & Muncy
P.O. Box 470
Artesia, NM 88201

Gulf Insurance Co., Surety
P.O. Box 1771
Dallas, TX 75221

Mr. William LeMay

JM\js

11-8-27-D C E LaFue + B. N. Murray Jr.
Haragan State #1

8 5/8" c 328' c

4 1/2" c 211/4 2500' up

Top perf c 2053

15' 41' fts 615' csg has been pulled

Tags

Crown 1020'

SH 2050'

- (1) 25 sacks at 2045 - Tag
- (2) Stub plug 665 to 565
35 sacks - Tag
- (3) 35 sacks 378' to 278'
Tag
- (4) 10 sacks at surface.

2 in between plugs