

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

CASE NO. 5770
Order No. R-5308

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION TO PERMIT GEORGE H. KRAUSE, THE HARTFORD ACCIDENT AND INDEMNITY COMPANY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE KRAUSE BECK WELL NO. 1, LOCATED IN UNIT J OF SECTION 10, TOWNSHIP 29 NORTH, RANGE 12 WEST, SAN JUAN COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 29, 1976, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 27th day of October, 1976, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That George H. Krause is the owner and operator of the Krause Beck Well No. 1, located in Unit J of Section 10, Township 29 North, Range 12 West, NMPM, San Juan County, New Mexico.

(3) That The Hartford Accident and Indemnity Company is the surety on the Oil Conservation Commission plugging bond on which George H. Krause is principal.

(4) That the purpose of said bond is to assure the state that the subject well will be properly plugged and abandoned when not capable of commercial production.

(5) That in order to prevent waste and protect correlative rights said Krause Beck Well No. 1 should be plugged and abandoned in accordance with a program approved by the Aztec district office of the New Mexico Oil Conservation Commission on or before December 1, 1976, or the well should be returned to active drilling status or placed on production.