

# Protested SWD Application

By South Royalties, INC;  
received 9/7/2023

**From:** [Gebremichael, Million, EMNRD](#)  
**To:** [Nate Alleman](#)  
**Cc:** [Goetze, Phillip, EMNRD](#); [llivesay@swrpermian.com](mailto:llivesay@swrpermian.com); [Harris, Anthony, EMNRD](#); [Tremaine, Jesse, EMNRD](#)  
**Subject:** Protest to Ace Energy Advisors/Pilot Water Solutions SWD LLC Injection Well Permits  
**Date:** Monday, October 16, 2023 10:30:00 AM  
**Attachments:** [image001.png](#)  
**Importance:** High

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Mr. Alleman,

The OCD was notified by Southwest Royalties, INC that it is protesting the following administrative applications of Pilot Water Solutions SWD LLC (Pilot Water Solutions) for produced water disposal in Lea County, NM:

1. O'Brien SWD State #1 , Located in 384' FSL & 407' FWL in Section 5 T19S R37E
2. Jameis SWD State #1, Located in 1,429' FSL & 458' FEL in Section 7 T19S R37E
3. Cannon SWD State #1, Located in 2,363' FNL & 1,271' FEL in Section 9 T19S R37E
4. Juice SWD State #1, Located in 497' FNL & 771' FWL in Section 7 T19S R37E
5. Toretta SWD State #1, Located 545' FNL & 2,510' FEL in Section 17 T19S R37E
6. Flutie SWD State #1, Located in 2437' FNL & 918' FEL in Section 6 T19S R37E

Southwest Royalties, INC is identified as an affected person for the referenced applications. For these applications to proceed, Pilot Water Solutions has two options; either resolve the matter with the protesting party or to go to a hearing before the Division. If the protest is withdrawn, then the applications could be processed administratively. Meanwhile, OCD will retain your applications until a resolution is reached on the status of the submittals. If you have any questions, please don't hesitate to reach out to UIC group.

Thanks,

***Million Gebremichael***

**From:** [Goetze, Phillip, EMNRD](#)  
**To:** [Engineer, OCD, EMNRD](#)  
**Cc:** [Gebremichael, Million, EMNRD](#)  
**Subject:** FW: [EXTERNAL] Protest to Ace Energy Advisors/Pilot Water Solutions SWD LLC Injection Well Permits  
**Date:** Thursday, October 5, 2023 9:23:22 AM  
**Importance:** High

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Please place this copy in the Protest file in UIC folder. Thanks. PRG

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**From:** Lindsay Livesay <llivesay@swrpermian.com>  
**Sent:** Thursday, October 5, 2023 9:13 AM  
**To:** Goetze, Phillip, EMNRD <phillip.goetze@emnrd.nm.gov>  
**Cc:** Tanner Culp <tannerculp@swrpermian.com>; Merch <mymerch@penrocoil.com>; Tim Culp <tculp@swrpermian.com>; Mickey Cunningham <mcunningham@swrpermian.com>  
**Subject:** [EXTERNAL] Protest to Ace Energy Advisors/Pilot Water Solutions SWD LLC Injection Well Permits  
**Importance:** High

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Good morning Mr. Goetze,

Southwest Royalties, Inc. would like to protest the following injection well applications from Pilot Water Solutions SWD, LLC. We are concerned due to the proximity of their proposed commercial disposal wells and the harm it could cause to our producing wells.

**Cannon SWD State #1**

2363' FNL & 1271' FEL, Sec 9, T-19S, R-37E, Lea County, NM

**Flutie SWD State #1**

2437' FNL & 918' FEL, Sec 6, T-19S, R-37E, Lea County, NM

**Jameis SWD State #1**

1429' FNL & 458' FEL, Sec 7, T-19S, R-37E, Lea County, NM

**Juice SWD State #1**

497' FNL & 771' FEL, Sec 7, T-19S, R-37E, Lea County, NM

**O'Brien SWD State #1**

384' FNL & 407' FEL, Sec 5, T-19S, R-37E, Lea County, NM

**Toretta SWD State #1**

545' FNL & 2510' FEL, Sec 17, T-19S, R-37E, Lea County, NM

Please feel free to reach out to myself or Tanner Culp if you have any questions or need anything additional paperwork.

Kind Regards,

*Lindsay Livesay*

**Regulatory Analyst**

**Southwest Royalties, Inc.**

P.O. Box 53570

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(432) 207-3054 – Office

(432) 770-6200 – Cell

[llivesay@SWRPermian.com](mailto:llivesay@SWRPermian.com)

**Southwest  Royalties**  
**Inc.**

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(575) 393-6161 Fax:(575) 393-0720  
**District II**  
811 S. First St., Artesia, NM 88210  
Phone:(575) 748-1283 Fax:(575) 748-9720  
**District III**  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
**District IV**  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

CONDITIONS

Action 276087

CONDITIONS

Operator: Pilot Water Solutions SWD LLC 20 Greenway Plaza, Suite 200 Houston, TX 77046	OGRID: 331374
	Action Number: 276087
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
mgebremichael	None	10/16/2023