

No CASE 6053: PLUGGING CASE - OCC
NOEL REYNOLDS

Case

Case Number

60053

Application

Transcripts.

Small Exhibits

ETC.

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
12 October, 1977

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation
Commission on its own motion to permit Noel
Reynolds and all other interested parties
to appear and show cause why the Torreon
Water Well No. 1, located in Unit J of
Section 21, Township 13 North, Range 3
West, Sandoval County, New Mexico, should
not be plugged and abandoned in accordance
with a Commission-approved plugging pro-
gram.

CASE
6053

BEFORE: Richard L. Stamets.

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil Conservation Commission:	Lynn Teschendorf, Esq. Legal Counsel for the Commission State Land Office Building Santa Fe, New Mexico
--	--

sid morrish reporting service
General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212

1 MR. STAMETS: Call next Case 6053.

2 MS. TESCHENDORF: Case 6053. In the matter of
3 the hearing called by the Oil Conservation Commission on its
4 own motion to permit Noel Reynolds and all other interested
5 parties to appear and show cause why the Torreon Water Well
6 No. 1, located in Unit J of Section 21, Township 18 North,
7 Range 3 West, Sandoval County, New Mexico, should not be
8 plugged and abandoned in accordance with a Commission-
9 approved plugging program.

10 This case was continued and re-advertised from
11 the last Examiner Hearing for an ad in the -- an error in
12 the ad.

13 MR. STAMETS: As I understand it, the testimony
14 was taken on this case at the September 28th Examiner Hearing
15 and re-advertisement was for correction only.

16 Is there any additional testimony in this case
17 at this time?

18 There being none, the record will stand. The
19 case will be taken under advisement.

20 (Hearing concluded.)
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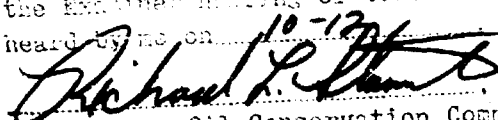
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REPORTER'S CERTIFICATE

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I, SIDNEY F. MORRISH, a Certified Shorthand Reporter,
do hereby certify that the foregoing and attached Transcript
of Hearing before the New Mexico Oil Conservation Commission
was reported by me, and the same is a true and correct record
of the said proceedings to the best of my knowledge, skill and
ability.


Sidney F. Morrish, C.S.R.

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner's hearing of Case No. 6003.
heard by me on 10-13-1977
 Examiner
New Mexico Oil Conservation Commission

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Phone (505) 982-9212

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
28 September, 1977

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation Com-
mission on its own motion to permit Noel Rey-
nolds and all other interested parties to ap-
pear and show cause why the Torreon Water Well
No. 1 located in Unit J of Section 21, Town-
ship 18 North, Range 3 West, Sandoval County,
New Mexico, should not be plugged and abandoned
in accordance with a Commission-approved plug-
ging program.

CASE
6053

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil	Lynn Teschendorf, Esq.
Conservation Commission:	Legal Counsel for the Commission
	State Land Office Building
	Santa Fe, New Mexico

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General Court Reporting Service
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Phone (505) 982-9212

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The Witness, A. R. Kendrick

Direct Examination by Ms. Teschendorf 4

E X H I B I T S

Exhibit 1, photograph 7

Exhibit 2, photograph 7

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Phone (505) 982-9212

1 MR. NUTTER: Call Case 6053, which is in the matter
2 of the hearing called by the OCC on its own motion to permit
3 Noel Reynolds and all other interested parties to appear and
4 show cause why the Torreon Water Well Number 1 located in
5 Unit J of Section 21, Township 18 North, Range 3 West, Sando-
6 val County, New Mexico, should not be plugged and abandoned
7 in accordance with a Commission-approved plugging program.

8 Inasmuch as the legal notice of this case described
9 the location as being in Section 28, rather than 21, we will
10 continue this case and re-advertise it for hearing on October
11 the 12th.

12 Well, we'll go ahead and hear it and it will have
13 to be re-advertised. No order to be entered until after the
14 re-advertisement.

15 MS. TESCHENDORF: Lynn Teschendorf, appearing on
16 behalf of the Commission. May the record show that my wit-
17 ness, Mr. A. R. Kendrick, has been previously sworn.

18 MR. NUTTER: Are there other appearances in Case
19 6053?

20 MR. REYNOLDS: Yes, sir, I'm Noel Reynolds. I've
21 been sworn.

22 MR. NUTTER: Thank you. Would you proceed?
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Phone (505) 982-9212

A. R. KENDRICK

being called as a witness and being duly sworn upon his oath,
testified as follows, to-wit:

DIRECT EXAMINATION

BY MS. TESCHENDORF:

Q Mr. Kendrick, are you familiar with the subject
matter or Case 6053?

A Yes.

Q And what is the purpose of this case?

A To allow the operator and other interested parties
to cause this well to be a useful well or to plug and abandon
the well, and to cause this well to be operated in accordance
with the Oil Conservation Commission Rules and Regulations.

Q Have you reviewed all the reports filed with the
Commission concerning this well?

A Yes, I have.

Q And do you have these records with you?

A I do.

Q Please refer to the records pertaining to this well
and summarize its history.

A This well was drilled by Petroleum Development Cor-
poration as the San Luis Federal Number 1. They elected to
abandon the well and Mr. Reynolds filed a miscellaneous
notice wherein he assumed the full responsibility of the well

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1 and asked a continuance to April the 15th, 1975, to case the
2 well on a request to the USGS Office in Durango, Colorado,
3 wherein he named the well the Torreon Water Number 1.

4 The Geological Survey allowed him some time and
5 detailed a plugging program that should be followed.

6 I requested a case be called to cause this well to
7 be plugged and abandoned, which was Case Number 5781, wherein
8 due to an error in my office, we had failed to make the
9 change of operator and change of well number, so we had called
10 upon the Petroleum Development Corporation to plug and aban-
11 don the well, and because of our erroneous call to hearing,
12 the case was dismissed.

13 Mr. Reynolds was present at the hearing and testi-
14 fied that he would take care of the well, I believe; to
15 clarify what his testimony was, I would request that the
16 Commission take administrative notice of the transcript of
17 Case 5781.

18 I visited the well again in August the 11th, 1977,
19 and I believe from looking at my photograph taken that day
20 compared with the photograph taken on October the 12th, 1976,
21 that someone has been to the well location, because a metal
22 can has been placed in what I believe to be the rat hole,
23 which had been merely covered with a rock. This is the only
24 change I could find on the location.

25 I visited the location yesterday and there has been

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1 apparently no change since I was there on August the 11th.

2 This well has never been produced; it has never been
3 cased; and it is on a Federal lease. We have no bond wherein
4 we are the beneficiary. I have two photographs that I would
5 submit, one taken on August the -- excuse me, on October the
6 12th, 1976; one taken on August the 11th, 1977.

7 Q In your opinion would the failure to plug this well
8 cause waste?

9 A It could. It is very near to a well which does
10 produce oil, being in the same 40-acre tract with two or
11 three other wells which do produce oil. It is drilled suf-
12 ficiently deep to encounter that pay zone, I believe. It is
13 at a total depth of 4,661 feet, so it penetrated zones even
14 deeper than the oil-producing formation in the San Luis-Mesa-
15 verde oil pool. So that the wellbore is available to water
16 sands and oil sands, alike, within this uncased wellbore.

17 MR. NUTTER: Mr. Kendrick, when you say "uncased"
18 does that mean no casing whatsoever?

19 A There is no evidence of casing at the surface of
20 the ground. There is no record of pipe being run.

21 MS. TESCHENDORF: I'll offer Exhibits 1 and 2.

22 MR. NUTTER: Are there any questions of Mr. Kendrick?

23 MR. KENDRICK: Excuse me, Mr. Examiner, there is a
24 report says that seven joints of 10-3/4 inch -- 311 feet of
25 casing was set at 324 feet with 220 sacks of regular cement

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1 circulated approximately 50 sacks, and that casing is not
2 evident at the top of the ground.

3 MR. NUTTER: No evidence of any cement having been
4 circulated around the top of the wellbore there?

5 A No, sir. The wellbore is under the shipping
6 pallet in the picture. The, I believe the rat hole is under
7 the dope bucket with a rock in it.

8 MR. NUTTER: Exhibits 1 and 2 in this case will be
9 admitted in evidence.

10 Does anyone have any questions of Mr. Kendrick?

11 He may be excused. Do you have any comments, Mr. --

12 MR. REYNOLDS: Other than the 10-3/4 casing is in
13 the hole. It's down -- they had a blow-out preventer on it
14 and it's down under the surface there a little ways and would
15 be difficult to see, but I'm sure they did not pull the
16 10-3/4; I'm almost positive it's in there. I haven't actually
17 dug it out but I am sure it's in there.

18 MR. NUTTER: Do you have any further comments on
19 the case?

20 Q (Ms. Teschendorf continuing.) Mr. Kendrick, would
21 you care to recommend a plugging program at this time or
22 would you prefer to wait until the well is being plugged?

23 A I'd prefer to work out a plugging program with Mr.
24 Reynolds in my office, and it will have to be suitable to
25 satisfy the Geological Survey, since this is on Federal lease.

1 MS. TESCHENDORF: I would like to incorporate the
2 record from Case 5781 in this case.

3 MR. NUTTER: The record in Case Number 5781 will be
4 incorporated in the record of Case Number 6053.

5 MS. TESCHENDORF: I have nothing further.

6 MR. NUTTER: If no one has anything further, we will
7 continue this case to the hearing scheduled for October the
8 12th, and it will be re-advertised so that proper notice on
9 the case will be given. No order will be entered until after
10 the case has been reopened on October the 12th.

11 (Hearing concluded.)
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REPORTER'S CERTIFICATE

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I, SALLY WALTON BOYD, a Certified Shorthand Reporter,
DO HEREBY CERTIFY that the foregoing and attached Transcript
of Hearing before the New Mexico Oil Conservation Commission
was reported by me, and the same is a true and correct record
of the said proceedings to the best of my knowledge, skill,
and ability.

Sally Walton Boyd
Sally Walton Boyd, C. S. R.

I do hereby certify that the foregoing is
a complete and correct transcript of the proceedings in
the 6053
heard by me on 9/28, 1977.

Osuna, Examiner
New Mexico Oil Conservation Commission

sid morrison reporting service
General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501



DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER
PHIL R. LUCERO
November 7, 1977

STATE GEOLOGIST
EMERY C. ARNOLD

Noel Reynolds
Box 356
Flora Vista, New Mexico 87415

Re: CASE NO. 6053
ORDER NO. R-5566


Applicant:

OCC (Noel Reynolds)

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Yours very truly,

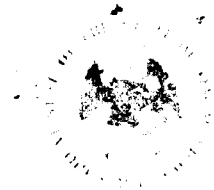

JOE D. RAMEY
Director

JDR/fd

Copy of order also sent to:

Hobbs OCC	<u>X</u>
Artesia OCC	<u>X</u>
Aztec OCC	<u>X</u>

Other _____



DIRECTOR
JOE D. RAMEY

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

January 30, 1978



Ms. Lynn Teschendorf
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Saguaro Oil Company
Tenneco Santa Fe #1
990/N; 330/W
D-31-18N-8W

Dear Ms. Teschendorf:

Please file suit against the operator of the subject well for having drilled the well without having obtained a plugging bond as required by Rule 101. Also, sue for whatever amount you can for failing to file the required reports.

We have not received any report showing: the spud date, any casing run, total depth or tests.

We did receive one copy of the Induction-Electric Log on July 21, 1975, proving that the well was drilled.

The enclosures represent all reports we have received for this well: forms C-101, C-102, cover letter from Robert E. Lauth and Electric Log.

If there are questions, please call.

Yours very truly,

A. R. Kendrick
Supervisor, District #3

Enclosures

xc: Saguaro Oil Company
P. O. Box 51
Farmington, New Mexico 87401

NO. OF COPIES RECEIVED	6
DISTRIBUTION	
SANTA FE	1
FILE	1
U.S.G.S.	1
LAND OFFICE	1
OPERATOR	2

NEW MEXICO OIL CONSERVATION COMMISSION



30-031-20443

Form C-101
Revised 1-1-65

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>		7. UNIT Assignment Name	
1b. Type of Well OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>		8. Farm or Lease Name TENNECO-SANTA FE	
2. Name of Operator SAGUARO OIL COMPANY		9. Well No. 1	
3. Address of Operator PO BOX 51 FARMINGTON, NEW MEXICO 87401		10. Field or Pool, or Well Unit HOSPAP-UPPER SAND	
4. Location of Well UNIT LETTER D LOCATED 990' FEET FROM THE NORTH LINE AND 330' FEET FROM THE WEST LINE OF SEC. 31 TWP. 18N RGE. 8W NMPM		12. County McKinley	
11. Deviations (Show whether DF, RT, etc.) 7094' Grd		19. Proposed Depth 1800'	19A. Formation Hospah Gallup
21A. Kind & Status Plug. Bond * See note below	21B. Drilling Contractor Saguaro Oil Company	20. Rotary or C.T. Rotary	
22. Approx. Date Work will start April 30, 1975			

23.

PROPOSED CASING AND CEMENT PROGRAM

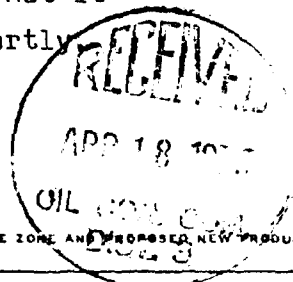
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
8 3/4"	7"	20#	60 feet	14 sx	circ.
6 1/2"	4 1/2"	9 1/2#	1800 feet	65 sx	1250'

Plan to drill and test the Gallup - Hospah sandstone at approximately 1800 feet, If productive will set and cement 4 1/2" casing at total depth.

Blowout Preventer will be furnished by drilling contractor as necessary.

* Note: I believe the Operator has a Bond for this well. If not it will be applied for and delivered to your office shortly.

APPROVAL VALID
FOR 90 DAYS UNLESS
DRILLING COMMENCED,
7-17-75



IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM; IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTION ZONE AND PROPOSED NEW PRODUCTION ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signed Robert E. Lauth Title Geological Consultant Date April 16, 1975

APPROVED BY Ernest C. Arnold TITLE SUPERVISOR DIST. #3 DATE APR 18 1975

CONDITIONS OF APPROVAL, IF ANY:

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form O-117
Supersedes O-128
Effective 1-1-67

All distances must be from the outer boundaries of the Section.

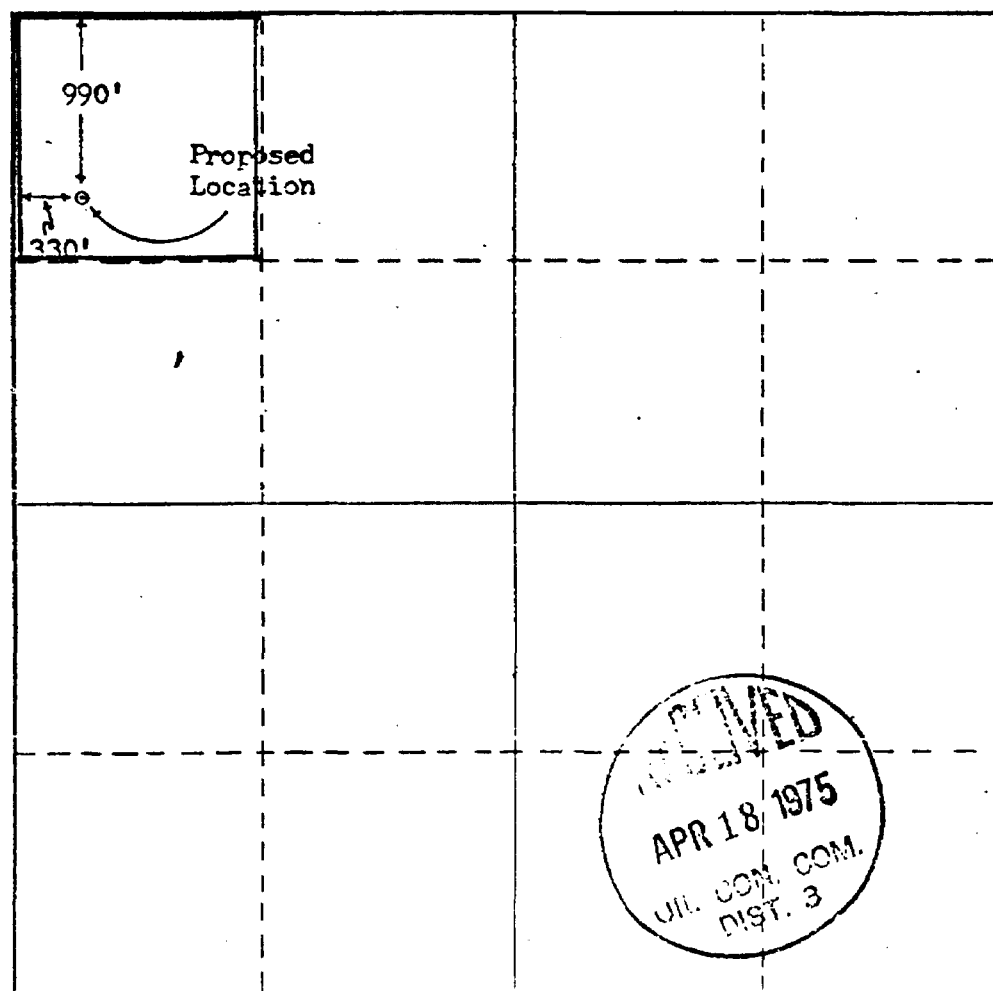
Operator Saguaro Oil Company			Lease Tenneco-Santa Fe		
Unit Letter D	Section 31	Township 18 North	Range 8 West	County McKinley	
Actual Footage Location of Well: 990 feet from the North line and 330 feet from the West line					
Ground Level Elev. 7004	Producing Formation UPPER HOSPAH SAND		Foot HOSPAH	Dedicated Acreage 40 acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Robert E. Lauth

Name - **Robert E. Lauth**

Position **Geological Consultant**

Company **Saguaro Oil Company**

Date **April 16, 1975**

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

April 4, 1975

Date Surveyed

Frederick H. Reed

Registered Professional Engineer and/or Land Surveyor

Frederick H. Reed

Certificate No.

3795

100 660 1320 1680 1980 2440 2800 3160 3520 3880 4240 4600 4960 5320 5680 6040 6400 6760 7120 7480 7840 8200 8560 8920 9280 9640 10000



ROBERT E. LAUTH

GEOLOGICAL CONSULTANT

980 East Second Ave. - P.O. Box 776 - Durango, Colorado 81301
AC 303-247-0025



April 16, 1975

Mr. Emery C. Arnold, Supervisor
New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87401

Re: Well Location
Saguaro Oil Company
No. 1 Tenneco-Santa Fe
NW1/4 Sec. 31 T18N R8W NMPM
McKinley County, New Mexico

Dear Emery:

Enclosed are six (6) copies of the Application to Drill
plus surveyor's plat for the above captioned well.

A State plugging Bond has been obtained by the operator.
If another is needed let me know and I'll make sure you have it
shortly.

✓ Upon approval would you kindly send an approved copy to the
Operator in Farmington, New Mexico and a copy to me at the above
Letterhead address. ✓



Thank you

Very truly yours,

Robert E. Lauth
Robert E. Lauth CPG

Encl.
copy Tenneco & Saguaro



DIRECTOR
JOE D. RAMEY

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410
LAND COMMISSIONER
PHIL R. LUCERO

October 21, 1977



STATE GEOLOGIST
EMERY C. ARNOLD

Saguaro Oil Co.
Box 51
Farmington, New Mexico

Re: Operator- Saguaro Oil Co.
Well- Tenneco-Santa Fe #1
Location- D-31-18N-8W

Gentlemen:

Our records for the subject well indicate the well to have been drilled.

File reports as indicated:

(X)	C-103 or 9-331, casing
(X)	C-103 or 9-331, intent to Plug and abandon
(X)	C-105 or 9-330, well record report
(X)	C-103 or 9-331, subsequent report of abandonment
()	One copy of each wire line log run

Rule 202 allows drilling wells to be shut down up to 60 days without temporary abandonment.

Please cause this well be a useful well or plug and abandon it.

Yours very truly,

A. R. Kendrick
A. R. Kendrick
Supervisor, District #3

ARK:mc

xc: Oil Conservation Commission
Santa Fe, New Mexico

Changes in Mud Type or Additional Samples										Scale Changes			
Date	Sample No.					Type Log	Depth	Scale Up Hole	Scale Down Hole				
Depth-Driller													
Type Fluid in Hole													
Dens.	Visc.												
pH	Fluid Loss		cc		cc								
Source of Sample						Equipment Data							
Rm @ Meas. Temp.	@ °F	@ °F	Run No.	Tool Type	Tool Position	S. O.	Tool No.	Elec. No.	Panel No.	Other			
Rmf @ Meas. Temp.	@ °F	@ °F	One	IES	Free	None	40		40				
Rmc @ Meas. Temp.	@ °F	@ °F											
Source Rmf Rmc													
Rm @ BHT	@ °F	@ °F											
Rmf @ BHT	@ °F	@ °F											
Rmc @ BHT	@ °F	@ °F											
Remarks:													

SPONTANEOUS POTENTIAL	DEPTH	RESISTIVITY	CONDUCTIVITY
millivolts		ohms - m ² /m	millimhos/m = $\frac{1000}{\text{ohms m}^2/\text{m}}$
<div style="text-align: center;"> $- \left \frac{10}{\diamond} \right +$ </div>		16" NORMAL	<div style="text-align: center;">40" INDUCTION</div>
		0 100	
		0 1000	
		40" INDUCTION	
		0 100	
		0 1000	



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

DIRECTOR
JOE D. RAMEY

December 21, 1977

DEC 22 1977

Mr. Noel Reynolds
107 Northwest Energy Building
Farmington, New Mexico 87401

SLIP 11 100
S

Re: Order R-5566

Dear Mr. Reynolds:

Your request for additional time to comply with the captioned order has been considered.

It is my opinion that ample time was granted in the order considering that the case was first heard October 13, 1976, and heard again September 28, 1977.

Because of the lack of rig availability, I will grant an extension to January 31, 1978, at which time I expect compliance with the subject order.

Yours very truly,

A. R. Kendrick
A. R. Kendrick
Supervisor, District #3

xc w/copy of letter: O.C.C., Santa Fe
U.S.G.S., Durango

ARK:no

RESIDENCE PHONE: 334-2867

NOEL REYNOLDS

Oil - Gas - Mining
107 NORTHWEST ENERGY BLDG.
FARMINGTON, NEW MEXICO 87401

OFFICE PHONE: 325-4180

December 15, 1977

Mr. Al Kendrick
N. M. Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87410

DEC 22 1977

Dear Al:

In reference to case No. 6053 in the matter regarding plugging and/or casing Torreon Water Well #1 Sandoval County, New Mexico Located in Unit J of section 21, Township 18 North Range 3 West N.M.P.M.

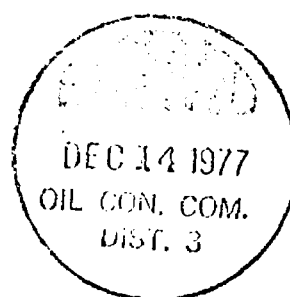
I have just completed negotiations to instigate a water flood on this property and am preparing the necessary paper work to do same.

And hereby request an extension of time of 90 days from December 31, 1977 to April 1, 1978 if the paper work and availability of a rig can be obtained, we can do this work sooner.

Yours truly,



Noel Reynolds



BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 6053
Order No. R-5566

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION
COMMISSION ON ITS OWN MOTION TO PERMIT NOEL REYNOLDS AND ALL
OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE
TORREON WATER WELL NO. 1, SANDOVAL 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 October 12, 1977,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 1st day of November, 1977, 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 Noel Reynolds is the owner and operator of the
Torreon Water Well No. 1, located in Unit J of Section 21,
Township 18 North, Range 3 West, NMPM, Sandoval County, New
Mexico.

(3) That in order to prevent waste and protect correlative
rights said Torreon Water 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 31, 1977, or the well should be returned
to active drilling status or placed on production.

IT IS THEREFORE ORDERED:

(1) That Noel Reynolds is hereby ordered to plug and
abandon the Torreon Water Well No. 1, located in Unit J of

-2-

Case No. 6053
Order No. R-5566

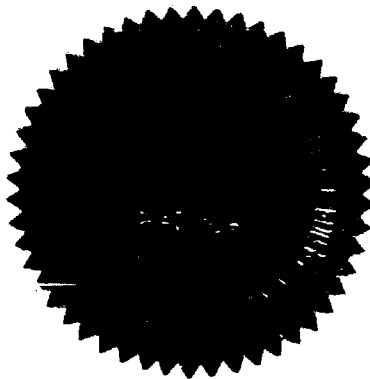
Section 21, Township 18 North, Range 3 West, NMPM, Sandoval County, New Mexico, on or before December 31, 1977, or return the well to approved active drilling status or place the well on production.

(2) That Noel Reynolds, prior to plugging and abandoning the above-described well, shall obtain from the Aztec office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Aztec office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



PHIL R. LUCERO, Chairman

Emery C. Arnold
EMERY C. ARNOLD, Member

Joe D. Ramey
JOE D. RAMEY, Member & Secretary

S E A L

dr/



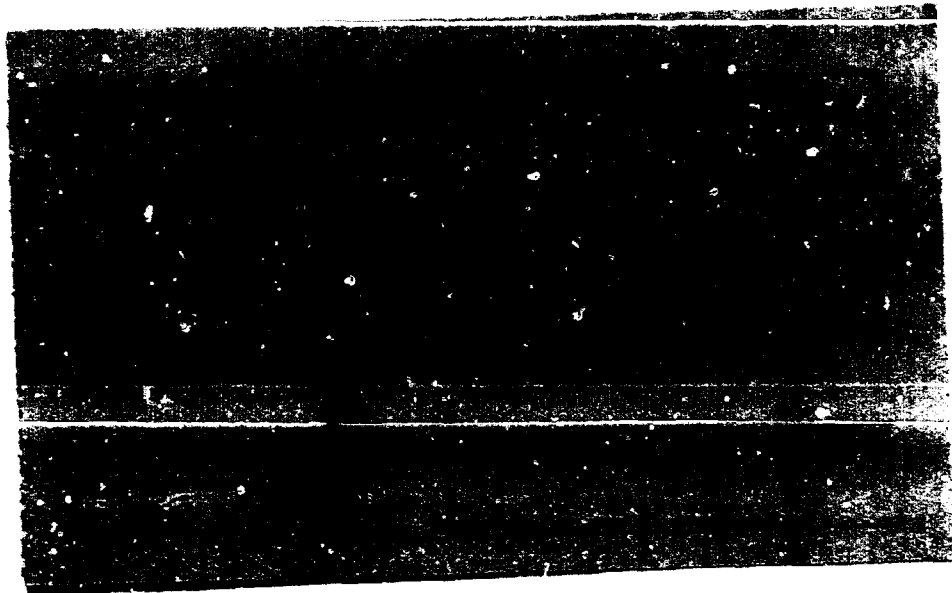
No. 481755

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO Noel Reynolds		POSTMARK OR DATE
STREET AND NO. Box 356		
P. O., STATE, AND ZIP CODE Flora Vista, New Mexico 87415		
EXTRA SERVICES FOR ADDITIONAL FEES		
<i>Shows to whom and date delivered</i>	<i>Shows to whom, date, and where delivered</i>	<i>Deliver to Addressee Only</i>
<input type="checkbox"/> 10¢ fee	<input type="checkbox"/> 35¢ fee	<input type="checkbox"/> 50¢ fee

POD Form 3800
Mar. 1966

NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL (See other side)



1. The first step is to identify the key components of the system. This includes understanding the hardware, software, and data involved.

OPTIONAL SERVICES

Return receipt (10¢ or 35¢)
Delivery to addressee only—50¢
Special delivery

[illegible]



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410

DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

September 30, 1977

Mr. Dan Nutter
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Re: Plugging cases heard on September 28, 1977

Dear Dan:

Proposed time schedules for completion or plugging of the wells is listed below:

Case No. 6048: Noel Reynolds should own well in his name within 30 days if he intends to test it for a sustained period. If he does initiate a test he should be required to test continuously until he determines the well to be either an oil producer or a water well. No piddling around. Six months should be the limit.

Case No. 6049: Since the bond has been cancelled and we are going to do the plugging, 30 days should suffice.


Case No. 6050: Since J. Felix Hickman plans to plug, 60 or 90 days should be ample time. If he runs into trouble we can stall a bit.

Case No. 6051, No. 6053, No. 6054, and No. 6056: All these wells are on Federal leases. We only have a bond for No. 6056. We will probably have to let these for bid and collect the hard way. Sixty days should be sufficient time to contract for plugging at an early date.

We will need the plugging rigs next summer for other holes; so, let's get these done this fall.

If there are other remarks, I will call.

Yours very truly,


A. R. Kendrick
Supervisor, District #3

ARK:mc

Dockets Nos. 33-77 and 34-77 are tentatively set for hearing on October 26 and November 9, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 12, 1977

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

ALLOWABLE: (1) Consideration of the allowable production of gas for November, 1977, from fifteen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

(2) Consideration of the allowable production of gas for November, 1977, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 6053: (Continued & Readvertised)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Noel Reynolds and all other interested parties to appear and show cause why the Torreon Water Well No. 1, located in Unit J of Section 21, Township 18 North, Range 3 West, Sandoval County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 6025: (Continued & Readvertised)

Application of Roger C. Hanks for a special gas-oil ratio limitation, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special gas-oil ratio limitation of 10,000 cubic feet of gas per barrel of oil for the North Dagger Draw-Upper Pennsylvanian Pool, Eddy County, New Mexico, retroactive to August 22, 1977.

CASE 6052: (Continued from September 28, 1977, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Western Energy Corporation and all other interested parties to appear and show cause why the Ute Well No. 2 located in Unit O of Section 23, Township 31 North, Range 16 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 6055: (Continued from September 28, 1977, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Han-San, Inc., and all other interested parties to appear and show cause why the Grevey Well No. 4 located in Unit E of Section 26, Township 26 North, Range 1 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 6057: Application of Aminoil USA Inc., for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Willow Lake Well No. 3 to be located 1980 feet from the South line and 1940 feet from the West line of Section 15, Township 24 South, Range 28 East, Willow Lake Field, Eddy County, New Mexico, the S/2 of said Section 15 to be dedicated to the well.

CASE 6058: Application of Atlantic Richfield Company for the amendment of Order No. R-5430, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-5430, which order approved an unorthodox Justis-Fusselman location for its Wimberly WN Well No. 11 in Section 24, Township 25 South, Range 37 East, Lea County, New Mexico. Applicant now requests that the unorthodox location for said well be extended to include the Montoya formation.

CASE 6059: Application of Dome Petroleum Corporation for pool creation, an oil discovery allowable, and a special depth bracket allowable, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the creation of the Leggs-Entrada Oil Pool in Section 11, Township 21 North, Range 10 West, San Juan County, New Mexico, the assignment of approximately 27,000 barrels of oil discovery allowable to its Santa Fe-Leggs Well No. 1 located in Unit O of said Section 11, and the establishment of a special depth bracket allowable of 750 barrels of oil per day for said pool.

CASE 6060: Application of J. Cecil Rhodes for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Blinberry formation into the perforated interval from 5252 feet to 5448 feet in his Corrigan Well No. 1 located in Unit M of Section 11, Township 25 South, Range 37 East, Justis-Blinberry Pool, Lea County, New Mexico.

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

September 19, 1977

CERTIFIED - RETURN
RECEIPT REQUESTED

C
Noel Reynolds
Box 356
Flora Vista, New Mexico 87415

Re: Torreon Water Well No. 1,
located in Unit J of Section
21, Township 18 North, Range
3 West, Sandoval County
Plugging Bond

O
Gentlemen:

P
Enclosed is a copy of the docket of the Examiner
Hearing to be held on Wednesday, September 28, 1977, at
9 o'clock a.m. in the Oil Conservation Commission Con-
ference Room, State Land Office Building, Santa Fe, New
Mexico. Case 6053 concerns the above captioned subject
matter.

Y
Very truly yours,

LYNN TESCHENDORF
General Counsel

LT/fd
enc.

Dockets Nos. 31-77 and 32-77 are tentatively set for hearing on October 12 and 26, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 28, 1977

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- CASE 6048: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Saguaro Oil Company and all other interested parties to appear and show cause why the Moran State Well No. 1 located in Unit A of Section 36, Township 18 North, Range 9 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6049: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Douglas Kenaston, Mints-Kenaston Drilling Co., and all other interested parties to appear and show cause why the Masden-Selby Well No. 1 located in Unit I of Section 21, Township 29 North, Range 11 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6050: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit J. Felix Hickman and all other interested parties to appear and show cause why the Malco State Com Well No. 1 located in Unit C of Section 16, Township 26 North, Range 8 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6051: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit B. G. West and N. W. McIntosh and all other interested parties to appear and show cause why the Rollins and Dodgen Well No. 2 located in Unit D of Section 28, Township 18 North, Range 3 West, Sandoval County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6052: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Western Energy Corporation and all other interested parties to appear and show cause why the Ute Well No. 2 located in Unit O of Section 23, Township 31 North, Range 16 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6053: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Noel Reynolds and all other interested parties to appear and show cause why the Torreon Water Well No. 1 located in Unit J of Section 28, Township 18 North, Range 3 West, Sandoval County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6054: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit John F. Staver and all other interested parties to appear and show cause why the Paperthin Well No. 1 located in Unit F of Section 26, Township 19 North, Range 5 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6055: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Man-San, Inc., and all other interested parties to appear and show cause why the Grevey Well No. 4 located in Unit E of Section 26, Township 26 North, Range 1 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6056: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Julius Chodorow, American Employers' Insurance Company, and all other interested parties to appear and show cause why the Ute Well No. 1 located in Unit F of Section 20, Township 31 North, Range 15 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6021: (Readvertised)
Application of Yates Petroleum Corporation for salt water disposal, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation in the interval from 963 feet to 1560 feet in its Federal NJ Well No. 1 located in Unit A of Section 31, Township 6 South, Range 26 East, Linda-San Andres Pool, Chaves County, New Mexico.
- CASE 5983: (Continued from September 14, 1977, Examiner Hearing)
Application of Yates Petroleum Corporation for the amendment of Order No. R-5445, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-5445 to provide for a 200 percent risk factor for drilling the unit well rather than 20 percent. Said order pooled the N/2 of Section 19, Township 20 South, Range 25 East, Eddy County, New Mexico.



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410

DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER
PHIL R. LUCERO

August 22, 1977



STATE GEOLOGIST
EMERY C. ARNOLD

Case 6053

Ms. Lynn Teschendorf
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Noel Reynolds

Terreon Water #1

J-28-18N-3W

Sandoval County

Dear Ms. Teschendorf:

Please docket a case to allow the operator of the subject well and other interested parties to appear and show why the well should not be properly plugged and abandoned.

If there are questions please contact us.

Yours very truly,

A. R. Kendrick
Supervisor, District #3

xc: Operator:

See Case 5781, R-5335

$dr/$

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

Order No. R- 5566

ORDER OF THE COMMISSION

19 75 This cause came on for hearing at 9 a.m. on October 12,
, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

FINDS:

(2) That Noel Reynolds is the owner and operator of the Torreón Water Well No. 1, located in Unit J of Section 21, Township 18 North, Range 3 West, NMPM, Sandoval County, New Mexico.

(3) That _____ is the surety on the Oil Conservation Commission plugging bond on which Noel Reynolds _____ is principal.

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

(3) That in order to prevent waste and protect correlative rights said Torreon Water 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 31, 1977, or the well should be returned to active drilling status or placed on production.

IT IS THEREFORE ORDERED:

(1) That Noel Reynolds is

XXX hereby ordered to plug and abandon the
Torreon Water Well No. 1

located in Unit J of Section 21, Township 18 North
Range 3 West, NMPM, Sandoval County, New Mexico, on or
before December 31, 1977 or return

*The well to approved active drilling status or
or place the well on production.*

(2) That Noel Reynolds

, prior to plugging and abandoning the above-
described well, shall obtain from the Aztec office of the
Commission, a Commission-approved program for said plugging and
abandoning, and shall notify said Aztec office of the date
and hour said work is to be commenced whereupon the Commission may,
at its option, witness such work.

(3) That jurisdiction of this cause is retained for the
entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.