



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

March 4, 1988

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Jerome P. McHugh & Associates
P.O. Box 809
Farmington, New Mexico 87499-0809

Attention: James S. Hazen

Re: Administrative
Order OLM-9

Dear Sir:

Reference is made to your letter dated February 3, 1988, whereby you requested authorization from the Division to meter the gas produced from the Emerald City Well No. 1 located 1850 feet from the North and West lines (Unit F) of Section 13, Township 31 North, Range 13 West, NMPN, Basin Dakota Gas Pool, San Juan County, New Mexico, at the location where the well ties into El Paso Natural Gas Company's system located in Unit M of Section 14, Township 31 North, Range 13 West.


The meter and its installation would constitute complete metering. You are hereby authorized to meter the gas produced from the Emerald City Well No. 1 off lease at the point described above subject to the following conditions:

1. All flow lines shall be maintained in a safe and adequate condition and any leaks or failures must be reported to the Division.
2. All separation and liquids storage facilities shall be located on the originating lease.
3. The meter shall be read and maintained by the gas purchaser.
4. Federal or State approval required where applicable.

In addition, all production, storage, transportation, sales, and other operations shall comply with Division Rules and Regulations. It is the responsibility of the operator to notify the transporter of this approval.

ILLEGIBLE

Sincerely,


William J. LeMay
Director

xc: OCD-Aztec

February 3, 1988

New Mexico Oil Conservation Division
1000 Rio Brazos Rd.
Aztec, NM 87410

ATTN: Ernie Busch

RE: OFF-LEASE MEASUREMENT
JEROME P. McHUGH'S Emerald City #1


Gentlemen:

Jerome P. McHugh's Emerald City #1 well, located in SE NW of Sec. 15, T31N, R13W, is tied into El Paso Natural Gas Company's system via McHugh's pipeline.

The actual physical location of the El Paso meter is in SW SW of Sec. 14, T31N, R13W - thus off lease. (Map attached.) This meter measures only the gas production from this one well and is being reported as such. El Paso's contract required that we deliver to this point.

Please let us know if additional action needs to be taken.

Sincerely,



James S. Hazen
Field Supt.

JSH:fp

Attachment

RECEIVED
FEB 04 1988
OIL CON. DIV.
DIST. 3

9 10
16 13

T-31-P, R-13-W
N.M.A.M.

WELL →

JEROME P. McNUGH
EMERALD CITY #1
0700 515731N, R13W
1850 FNL
1850 FNL

LDS

PI-2 6+6252

PI-1 1+692

12402 UPPER LARIATA WATER USERS

12434 & CUNNINGHAM DITCH
NW 1/4 12434
NW 1/4 12434
NW 1/4 12434 STATE HWY 170

MCCARTY

10+833
17+478

PI-5 19+341

HUGGINS

PI-6 34+2324

APPROX. UNDERGROUND
FUEL LINE

SOUTHERN
UNION GAS
LINE

PI-7 40+2141

PI-8 42+9812

150 150
1" = 300'

REAP. 15 14
22 100' CORN - 103
35' SOUTH
OF SOL. COR.
514, T31N, R13W
N.M.A.M.

Meters