

## NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON** 

Governor
Betty Rivera
Cabinet Secretary

February 25, 2002

Lori Wrotenbery
Director
Oil Conservation Division

Mr. Kenneth R. Wade Kersey and Company P.O.Box 1248 Fredericksburg, TX 78624

Re: Case No. 12811

Kersey and Company Kersey & Donohue

Dear Mr. Wade:

Thanks for your letter of February 15 reporting on the status of your efforts to bring your companies' wells into compliance.

The C 103s attached to your letter indicate that you expect to have the Texaco Donohue No.2 returned to production by March 1, and to have **commenced** rework on the ASU No. 2 by that date. You also indicate that you plan to plug the ASU A#1 and the KD Federal No. 1. Although your letter and attachments do not specify a date by which plugging operations are expected to be completed, you indicated to me in a telephone conversation on February 11 that this could be done by March 1.

Of course, if all work is completed and approved by March 22, you will be in full compliance, and your companies will be dismissed from this proceeding. If for any reason it becomes apparent to you that plugging or reworking operations (as applicable) cannot be completed by March 22, I will appreciate your advising me of a firm date by which you are confident such operations will be accomplished. Also, kindly favor me with copies of C-103 Subsequent Reports of the proposed operations on these well that you file with our District office or with the BLM.

Should you have any questions, please call me at (505)-476-3450. Thanks for your cooperation.

Very truly yours,

David K. Brooks

Assistant General Counsel

Tim Gum cc:

District Supervisor
Oil Conservation Division 1301 Grand Avenue Artesia, NM 88210 w/ copies of original correspondence