

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

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APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION,
THROUGH THE ENFORCEMENT AND COMPLIANCE MANAGER, FOR A
COMPLIANCE ORDER AGAINST J. WARREN HANSON D/B/A HANSON
ENERGY FINDING THAT THE OPERATOR IS IN VIOLATION OF 19.15.4.201
NMAC AS TO TWENTY-FIVE WELLS, REQUIRING OPERATOR TO BRING
THE WELLS INTO COMPLIANCE BY A DATE CERTAIN, AND IN THE
EVENT OF NON-COMPLIANCE ASSESSING PENALTIES AND
AUTHORIZING THE DIVISION TO PLUG THE WELLS AND FORFEIT THE
APPLICABLE FINANCIAL ASSURANCE, EDDY COUNTY, NEW MEXICO.

CASE NO. 14053

ENTRY OF APPEARANCE AND
PRE-HEARING STATEMENT

The Oil Conservation Division submits this entry of appearance and pre-hearing statement pursuant to OCD Rule 1211 [19.15.14.1211 NMAC].

APPEARANCES

APPLICANT

Oil Conservation Division

APPLICANT'S ATTORNEY

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Energy, Minerals and Natural
Resources Department
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Santa Fe, NM 87505

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RESPONDENT

J. Warren Hanson, dba Hanson Energy

RESPONDENT'S ATTORNEY

Kevin J. Hanratty
Hanratty Law Firm
P.O. Box 1330
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STATEMENT OF THE CASE

The Oil Conservation Division (OCD) seeks a compliance order against J. Warren Hanson, dba Hanson Energy (Hanson).

Case 14053

J. Warren Hanson dba Hanson Energy

Pre-hearing Statement

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Hanson operates 188 wells in New Mexico. The 25 Hanson wells identified in the application appear on the inactive well list as wells inactive for a continuous period in excess of one year plus 90 days, that are not plugged and are not on approved temporary abandonment status. The OCD seeks an order finding that the 25 wells identified in the application are in violation of 19.15.4.201 NMAC, requiring the operator to return the wells to compliance by a date certain, and authorizing the OCD to plug the wells and forfeit the applicable financial assurance(s) if Hanson fails to meet the deadline set by the order. The OCD does not seek assessment of a penalty at this time, but will move for penalties if Hanson does not meet the deadline set in the order.

APPLICANT'S PROPOSED EVIDENCE

WITNESS:

ESTIMATED TIME:

Daniel Sanchez, Enforcement and Compliance
Manager

30 minutes

Jane Prouty, Automation and Records Bureau

10 minutes

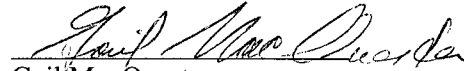
Dorothy Phillips, Financial Assurance Administrator

by affidavit

PROCEDURAL MATTERS

None.

Respectfully submitted
this 30th day of January 2008 by



Gail MacQuesten
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Attorney for the Oil Conservation Division

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was faxed to Mr. Kevin Hanratty
this 30th day of January 2008.



Gail MacQuesten