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Oil Conservation Division

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

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION
THROUGH THE ENVIRONMENTAL BUREAU CHIEF TO REVOKE THE
PERMIT OF WATSON TREATING PLANT TO OPERATE AN OIL
TREATMENT PLANT, AND TO RELEASE BOND; LEA COUNTY, NEW
MEXICO

CASE NO. 13166

APPLICATION TO REVOKE TREATMENT FACILITY PERMIT
AND RELEASE BOND

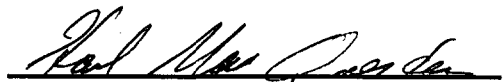
1. By Order No. R-6095, issued in Case No. 6616 on September 10, 1979, the Oil Conservation Division ("Division") granted Watson Treating Plant ("Watson") a permit to operate an oil treating plant in the SE/4 NW/4 of Section 34, Township 8 South, Range 35 East, NMPM, Roosevelt County, New Mexico.
2. Pursuant to the authority of the said order, Watson established an oil treating plant ("the subject facility") at Section 34, Township 8 South, Range 35 East and commenced operations.
3. On February 18, 1988, the Division approved Watson's application to relocate the subject facility from Section 34, Township 8 South, Range 35 East to Section 12, Township 8 South, Range 34 East, ^{Roosevelt Co. N.M.} ~~Lea~~ County, New Mexico.
4. Operations have ceased at the subject facility. The Division approved Watson's closure plan for the subject facility in December 2002. The Division inspected the site to determine that closure is complete. The Division approved closure of the subject facility on May 2, 2003.

5. Watson posted a surety bond in the amount of \$10,000 to secure its obligation to properly close the subject facility, in compliance with O.C.D. Rule 711. Underwriters Indemnity Company is the surety on said bond, and the number of the bond is BO1148.

WHEREFORE, the Chief of the Environmental Bureau of the Division hereby applies to the Director to enter an order:

- A. Determining that the subject facility has been closed.
- B. Revoking the permit of Watson Treating Plant to operate the subject facility.
- C. Releasing bond No. BO1148.
- D. For such other and further relief as the Director deems just and proper under the circumstances.

RESPECTFULLY SUBMITTED,



Gail MacQuesten
Assistant General Counsel
Energy, Minerals and Natural
Resources Department of the State of
New Mexico
1220 S. St. Francis Drive
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(505) 476-3451

Attorney for The New Mexico Oil
Conservation Division

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Santa Fe, NM 87505
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Attorney for The New Mexico Oil
Conservation Division

CASE 13166: Application of the New Mexico Oil Conservation Division through the Environmental Bureau Chief to Revoke the Permit of Watson Treating Plant to Operate an Oil Treatment Plant, and to Release Bond; Lea County, New Mexico. The Applicant seeks an order revoking the permit of Watson Treating Plant to operate an oil treatment plant located at Section 12, Township 8 South, Range 34 East, in Lea County, New Mexico. The facility was originally permitted under Order No. R-6095. Applicant also seeks an order releasing the bond on the subject facility.

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