



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

November 16, 2001

Mr. James P. Lyle
Law Offices of James P. Lyle, P.C.
1904 Rio Grande Blvd. NW
Albuquerque, New Mexico 88104

Re: Division Case No. 12759
Phillips Pipe Line Company

Dear Mr. Lyle:

As per our phone conversation on November 16, 2001 regarding the disposition of Case No. 12759, which was heard by the Division on November 1, 2000 (Oil Conservation Division's Docket No. 35-01), following is a summary of our agreement:

- (1) On the advice of Mr. Bill Olson, Environmental Bureau, Oil Conservation Division, this case was dismissed at the November 1, 2001 hearing;
- (2) A letter from you formally dismissing the case is necessary in order to complete the record; and
- (3) A letter from you dismissing the case will be forthcoming as soon as the settlement agreement with Phillips Pipe Line Company is finalized.

Thank you for your assistance in this matter. If you have any questions, please contact me at (505) 476-3466.

Sincerely,

David Catanach
Examiner

Xc: Case File-12759