



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

June 18, 1993

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MEMO TO: Bob Stovall
FROM: Jerry Sexton
SUBJECT: SALT WATER DISPOSAL WELLS ON FEE SURFACE AFTER ALL FEDERAL
PRODUCING WELLS HAVE BEEN ABANDONED

I believe I wrote you a note some time ago advising that we had been informed by the BLM that according to their rules they have no jurisdiction on salt water disposal wells after the last well on the 'federal mineral lease' has been plugged if the surface is privately owned.

This week I requested from Pete Chester information concerning this BLM ruling and I am enclosing a copy of what he sent me.

It appears we have at least two disposal wells that fall into this category.

Please advise what the OCD position is regarding bonding for these wells.

The wells I am concerned about are: Okie Crude Co. N.M. D Fed #1 SWD
Unit A, Sec. 29-T8S-R36E
Floyd Oper.Co. Jennings B Fed #2-N 15-19-32

I have also attached a copy of my earlier letter in case you have misplaced it.

