



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

April 26, 2002

Lori Wrotenbery
Director
Oil Conservation Division

To: Chris Williams
OCD Hobbs District Supervisor

From: Wayne Price *W.P.*
OCD Environmental Bureau

Re: H.R.C. Inc. Brine Well Application-State #10 well

Dear Chris:

Please find enclosed the OCD brine well permitting procedure, HRC's C-101 application with attachments and copy of approved bond. Please process this application and add your normal APD requirements required by the district. The OCD Environmental Bureau will require at a minimum, that each cemented to surface casing string shall have a cement bond log ran to verify bonding to pipe and formation. Also each string shall have a hydrostatic mechanical integrity test performed. The test pressure shall be a minimum of 300 psig for 30 minutes with a variance of no more than $\pm 1\%$ for acceptance. The test pressure instrument shall be calibrated within the last 6 months and have a calibrated range of 0-500 lbs with a maximum of 2 hour clock. All test shall be witnessed by OCD during our normal business hours.

After the district has processed and approved the C-101 please **return it to this office** and we will issue H.R.C. Inc. the approved discharge plan including approval to construct and operate. H.R.C. Inc. will be submitting a C-103 to properly plug the State #5 well that is in the area of review. As soon as we receive it I will forward it to your office for processing and approval.

In order to expedite this project would you have your office call Ed Martin 476-3492 and provide him with the API # for the new State #10 well so we can enter the bond information.

Cc: Eddie Seay-Agent for H.R.C. Inc.

