



THE CITY OF  
**HOBBS, NEW MEXICO**

(505) 397-9231

300 NORTH TURNER

HOBBS, NEW MEXICO 88240

FAX # (505) 397-9334

Office of  
EMERGENCY MANAGEMENT/SAFETY  
LEPC—SARA TITLE III  
HAZ-MAT

January 8, 2001

*Well file -  
new drill -*

Capataz Drilling, Inc.  
Post Office Box 10549  
Midland, Texas 79702

Via Facsimile and Mail

Attn: Scott Davis

Re: City of Hobbs, New Mexico  
Proposed Drilling Site - Nadine Effluent Facility

Dear Mr. Davis:

I have received your revised plans on the proposed drilling site at Nadine, New Mexico located within the City's WWTP effluent water operations facility. I have discussed the changes your company has agreed to with the City Manager, City Attorney and the New Mexico Oil Conservation officials in Hobbs.

We are approving the "revised drilling plan" for this site, if the following changes are adhered to:

1. Move the rig location 150 feet north of irrigated percolation field from original point of drill hole.
2. Open pits outside of the City's effluent impoundment areas to the north. No on-site run-off will be allowed to flow to the City's impounded areas.
3. A caliche road is to be constructed to the east end of the site utilizing the old roadway surface area.

I will forward a letter and contact Mr. Chris Williams with the Oil Conservation Division of our agreed upon actions, provided these changes meet with the regulatory approval of the New Mexico Oil Conservation Division.

If you need further assistance with this matter, please contact me.

THE CITY OF HOBBS, NEW MEXICO

  
DAVID RAY HOOTEN  
Director of Emergency Management/Safety

DRH:msr

xc: Bo Thomas, City Manager  
Chris Williams, OCD ✓