



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

GARREY CARRUTHERS
GOVERNOR

February 12, 1988

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

William J. LeMay
Director
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

It is recommended that Happy Oil Company be fined for disposing of water into a pit unauthorized for disposal of salt water.

BLM representatives indicate that the illegal dumping of water has been going on for some time.

Pictures taken show Happy Oil Company ran a fast line some two locations to get to a pit on State land.

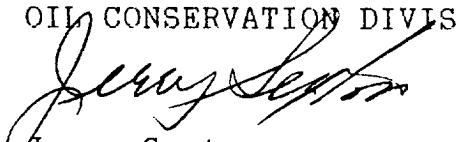
This violation is so flagrant that consideration should be given to subpoena records from the oil company and depositions taken from the pumper to determine the amount of the fine to be levied.

I have included pictures of the violations, water analysis and field trip reports for you to use to prepare a court case.

If any other information is required, please let me know.

Very truly yours

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District I

JS:bp

cc: Happy Oil Company
File

Encl.