Page 1

STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS: 20982

APPLICATION OF FRANKLIN MOUNTAIN ENERGY LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

JANUARY 09, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, HEARING EXAMINER DYLAN COSS and LEGAL EXAMINER ERIC AMES, on Thursday, January 09, 2020, at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

Reported by: Irene Delgado, NMCCR 253

PAUL BACA PROFESSIONAL COURT REPORTERS

500 Fourth Street, NW, Suite 105

Albuquerque, NM 87102

505-843-9241

		Page 2
1	APPEARANCES	
2	For the Applicant:	
3	DEANA BENNETT	
4	MODRALL SPERLING ROEHL HARRIS & SISK PA 500 4th Street, NW, Suite 1000	
5	Albuquerque, NM 87102 505-848-9710	
6	For Caprock Resources:	
7	JAMES BRUCE P.O. Box 1056	
8	Santa Fe, NM 87504-1056	
9	505-982-2151 jamesbruce@aol.com	
10		
11	I N D E X	
12	CASE NO. 20982 CALLED	03
13	SUMMARY OF CASE AND EXHIBITS	03
14	TAKEN UNDER ADVISEMENT	05
15	REPORTER CERTIFICATE	06
16		
17	EXHIBIT INDEX	
18		Admitted
19	Exhibits A and B, All Attachments	05
20		
21		
22		
23		
24		
25		

Page 3

1 HEARING EXAMINER COSS: Okay. Moving along, the

- 2 Division will now call Case Number 20982, Franklin Mountain
- 3 Energy for compulsory pooling. Call for appearances.
- 4 MS. BENNETT: Good morning. Deana Bennett on
- 5 behalf of Franklin Mountain Energy LLC, from Modrall
- 6 Sperling in Albuquerque, New Mexico
- 7 MR. BRUCE: Jim Bruce of Santa Fe representing
- 8 Caprock Resources, and I have no objection to the cases
- 9 being submitted by affidavit.
- 10 HEARING EXAMINER COSS: Wonderful. Are you
- 11 intending to consolidate these cases?
- 12 MS. BENNETT: I would like to present Case Number
- 13 20982 individually, and then I intend to consolidate Case
- 14 Numbers 20983 and 20984.
- THE COURT: Prefect. Well, in Case 20982 then,
- 16 was notice of publication required for unlocatable persons?
- 17 MS. BENNETT: Yes, notice of publication was
- 18 required for unlocatable persons. Notice of publication was
- 19 done timely, and there is an affidavit of publication in my
- 20 materials.
- 21 HEARING EXAMINER COSS: Perfect. Thank you.
- 22 And do your materials include the compulsory
- 23 pooling checklist?
- MS. BENNETT: They do. And for clarity, my
- 25 compulsory pooling checklist is on the outside of my packet,

Page 4

1 so again, please let us know your preference as to whether

- 2 you prefer the compulsory checklist on the outside of the
- 3 packet or on the inside of the packet.
- 4 HEARING EXAMINER COSS: Thinking off the cuff
- 5 now, inside the packet would be my initial preference, but
- 6 as long as it's all submitted electronically.
- 7 MS. BENNETT: I also have tabbed my materials,
- 8 and they are double sided to the extent practical.
- 9 HEARING EXAMINER COSS: Perfect. Well, Ms.
- 10 Bennett, you may continue to present this case via
- 11 affidavit.
- 12 MS. BENNETT: Case Number 20982 and the next two
- 13 cases I will be presenting today are part of a combined
- 14 development plan for Franklin Mountain Energy. And I first
- 15 presented the W/2 cases on December 12. These are the E/2
- 16 cases that are part of the Franklin Mountain Energy's
- 17 overall development plan.
- 18 And in the materials you will see a slide that
- 19 outlines the overall development plan. In the materials are
- 20 the landman affidavit, geology affidavit, and the affidavit
- 21 of notice showing notice letters and that publication was
- 22 done timely.
- 23 In addition, you have the checklist before you
- 24 that I have certified that includes -- certified that to
- 25 include all the information required by the Division.

Page 5 So with that, I would ask that the exhibits in 1 Case Number 20982, Exhibits A and B and their attachments, 3 be admitted into the record for Case Number 20892. 4 HEARING EXAMINER COSS: And there is no objection? 5 MR. BRUCE: No objection. 6 HEARING EXAMINER COSS: Exhibits will be so admitted, and Case Number 20982 will be taken under 8 9 advisement. MS. BENNETT: Thank you very much. 10 11 (Exhibits A and B admitted.) (Case 20982 taken under advisement.) 12 13 (Adjourned.) 14 15 16 17 18 19 20 21 22 23 24 25

Page 6 STATE OF NEW MEXICO 2. COUNTY OF BERNALILLO 3 REPORTER'S CERTIFICATE 5 I, IRENE DELGADO, New Mexico Certified Court 6 7 Reporter, CCR 253, do hereby certify that I reported the 8 foregoing proceedings in stenographic shorthand and that the 9 foregoing pages are a true and correct transcript of those 10 proceedings that were reduced to printed form by me to the best of my ability. 11 12 I FURTHER CERTIFY that the Reporter's Record of 13 the proceedings truly and accurately reflects the exhibits, 14 if any, offered by the respective parties. 15 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties of attorneys in this case 16 and that I have no interest in the final disposition of this 17 18 case. Dated this 9th day of January 2020. 19 20 2.1 Irene Delgado, NMCCR 253 License Expires: 12-31-20 22 23 2.4 25