Fintered March 2, 1904

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION COMMISSION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 8076 Order No. R-7452

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION TO CONSIDER AMENDMENTS TO RULE 306 RELATING TO CASINGHEAD GAS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on February 16, 1984, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 2nd day of March, 1984, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the Oil Conservation Division, hereinafter referred to as the "Division", proposes to amend its general Rule 306 to make technical corrections to paragraphs (e) and (f) thereof.
- (3) That a reference to "Section" (a) in said paragraph(e) should be amended to read "Paragraph" (a).
- (4) That a reference to "Section (2)" in said paragraph (f) should be amended to read "Paragraph (a)".
- (5) That these technical corrections, as shown on Exhibit "A" attached to this order, do not alter the intention of said paragraphs (e) or (f) or of Rule 306 in any way and should be approved.

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IT IS THEREFORE ORDERED:

- (1) That paragraphs (e) and (f) of Division Rule 306 should be amended to read in their entirety as shown on Exhibit "A" attached to this order.
- (2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JIM BACA, Member

ED KELLEY, Member

JOE D. RAMEY, Chairman and Secretary

S E A L

RULE 306. CASINGHEAD GAS

- (e) Pending connection of a well to a gas-gathering facility, or when a well has been excepted from the provisions of Paragraph (a) of this rule, all gas produced and not utilized shall be burned, and the estimated volume reported on the monthly production report, Form C-115.
- (f) The provisions of Paragraph (a) of this rule shall not be applicable to wells completed prior to January 1, 1971, in pools which had no gas-gathering facilities on that date, provided however, said provisions shall be applicable to all wells in such a pool 60 days after the date of first casinghead gas connection in the pool.

EXHIBIT "A"
CASE NO. 8076
ORDER NO. R-7452