

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PRELIMINARY AGENDA AND DOCKET
NEW MEXICO OIL CONSERVATION COMMISSION MEETING

June 13, 2017

9:00 a.m.

Wendell Chino Building

Porter Hall

1220 S. St. Francis Drive

Santa Fe, New Mexico 87505

The following items are for discussion and possible action:

1. Roll Call.
2. Approve the Agenda.
3. Approve minutes of May 18, 2017 meeting.
4. The Commission will conduct deliberations on:
Case No. 15487: (Continued from the May 18, 2017 Commission meeting.)
Joint Application for Rehearing of Order No. R-14164-D, Application of the New Mexico Oil Conservation Division Through the Supervisor of District II for an Emergency Order Suspending Certain Approved Applications for Permits to Drill, and for Adoption of Special Rules for Drilling in Certain Areas for the Protection of Fresh Water, Chaves and Eddy Counties, New Mexico.
5. **Case No. 15726:** IN THE MATTER OF: PROPOSED AMENDMENTS TO SECTION 19 OF 19.15.16 NMAC AND SECTION 16 OF 19.15.7 NMAC, EXTENDING THE TIME FOR REPORTING COMPLETION OF HORIZONTAL WELLS FROM 20 TO 45 DAYS, AND PROPOSED FURTHER AMENDMENT OF SECTION 19 OF 19.15.16 NMAC TO REQUIRE OPERATORS TO REPORT CERTAIN INFORMATION REGARDING HYDRAULICALLY FRACTURED WELLS IN THE FRAC FOCUS CHEMICAL DISCLOSURE REGISTRY

The proposed rule amendments are intended to (a) extend the time for reporting completion of horizontal wells from 20 to 45 days, and (b) require that disclosures concerning hydraulically fractured wells be made to the extent, and on forms prescribed by, Frac Focus, in lieu of existing Oil Conservation Division (OCD) requirements and forms, and that such disclosures be filed with both Frac Focus and OCD, and to that end:

(1) amending 19.15.16 NMAC by amending Section 19 to change the date for completion reporting and to require filing of fracturing disclosures through Frac Focus, and (2) amending 19.15.7 NMAC by amending Section 16 thereof to conform the requirements of that rule to amended Section 19 of 19.15.16 NMAC, as proposed.

The proposed rule amendments and the meeting agenda are available from the Commission Clerk, Florene Davidson at (505) 476-3458 or can be viewed on the Hearings Page at the Oil Conservation Division's web site at <http://www.emnrd.state.nm.us/ocd>. Persons **recommending modifications** to the proposed rule amendment must file a notice of recommended modifications with the Commission Clerk no later than 5:00 p.m. on **May 30, 2017**. The notice must include the text of the proposed rule amendments, an explanation of the impact of the recommended modifications and reasons for adopting the modifications. Persons intending to provide **written comments** on the proposed rule amendments must submit their written comments no later than 5:00 p.m. on **June 6, 2017**, to the Commission Clerk. Persons intending to offer technical testimony at the hearing must file six copies of a **Pre-hearing Statement** conforming to the requirements of 19.15.3.11 NMAC, and six copies of all exhibits the person will offer as evidence at the hearing, no later than 5:00 p.m. on **June 6, 2017**. Proposed modifications and written comments may be hand-delivered or mailed to Ms. Davidson at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505, or may be faxed to Ms. Davidson at (505) 476-3462. Pre-hearing Statements must be hand-delivered or mailed to Ms. Davidson at the above address.

6. ***Case No. 15185 (re-opened): De Novo***
Application of Ard Energy, LLC to reopen Case No. 15185 pursuant to NMAC 19.15.13.13 and the provisions of Order No. R-13913-B to determine reasonable well costs for drilling of the Ivar The Boneless Federal Well No. 11H, dedicated to a Unit, comprised of W/2 W/2 of Section 15, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, (The Unit). The Ivar The Boneless Federal Well No. 11H, API No. 30-025-42514, a horizontal well was drilled from a surface location 75 feet from the North line and 330 feet from the West line (Unit letter D) of Section 22, to a standard terminus 330 feet from the North line and 330 feet from the West line (Unit letter D) of Section 15. The completed interval of the well is in the Yeso formation.
Upon application of Ard Oil, Ltd. and Ard Energy Group, Ltd., this case will be heard De Novo pursuant to the provisions of Division Rule 19.15.4.23 NMAC.
7. Next meeting: July 13, 2017.
8. Adjournment.

If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing or meeting, please contact Florene Davidson at least ten days prior to the meeting or as soon as possible at (505) 476-3458 or florene.davidson@state.nm.us. Public documents can be provided in various accessible formats.