

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

REPORTER'S TRANSCRIPT OF PROCEEDINGS

COMMISSIONER HEARING

ADOPTION OF AGENDA,

ADOPTION OF SEPTEMBER 13, 2018
COMMISSION MEETING MINUTES,

and

CASE NUMBERS 16446, 15758, 15759 and 15844 CALLED

October 11, 2018

Santa Fe, New Mexico

BEFORE: HEATHER RILEY, CHAIRWOMAN
ED MARTIN, COMMISSIONER
DR. ROBERT S. BALCH, COMMISSIONER
BILL BRANCARD, ESQ.

This matter came on for hearing before the New Mexico Oil Conservation Commission on Thursday, October 11, 2018, 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.

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1 (9:08 a.m.)

2 CHAIRWOMAN RILEY: Let's go ahead and call
3 the meeting to order.

4 I'm Heather Riley. I'm the Chair.

5 If I could please have roll call.

6 COMMISSIONER BALCH: Dr. Robert Balch,
7 designee of the Secretary of Energy, Minerals and
8 Natural Resources.

9 COMMISSIONER MARTIN: Ed Martin, designee
10 of the State Land Office.

11 CHAIRWOMAN BALCH: Go ahead.

12 MS. DAVIDSON: Florene Davidson, Commission
13 clerk.

14 MR. BRANCARD: Bill Brancard, Commission
15 counsel.

16 CHAIRWOMAN RILEY: So let's take a look at
17 the agenda. Have you-all had a chance to look at that?

18 COMMISSIONER BALCH: I've reviewed the
19 agenda, and I would move to adopt it.

20 COMMISSIONER MARTIN: Second.

21 CHAIRWOMAN RILEY: All right. So moved.

22 And the next item are the minutes from the
23 last meeting, which was September 13th. Have you-all
24 had a chance to review those?

25 COMMISSIONER MARTIN: I have reviewed them,

1 and I move they be adopted.

2 COMMISSIONER BALCH: I have reviewed them,
3 and I have no additional changes or notes and second
4 that motion.

5 CHAIRWOMAN RILEY: All right. So moved.
6 The minutes are approved.

7 (The proceedings for Agenda Items 1 through
8 3 conclude, 9:08 a.m.)

9 (10:22 a.m.)

10 MR. RANKIN: Madam Chair, before we break,
11 if I might just ask for the record, with respect to Case
12 Number 16446, the application of Salt Creek, is that
13 case going to be continued? And if you would for the
14 record, just to be clear, continue it to the correct
15 dates so that we don't have any notice issues going
16 forward on the December hearing. I thought maybe I'd
17 clear that up and then I don't have to hang around for
18 the next --

19 CHAIRWOMAN RILEY: You don't want to wait?

20 COMMISSIONER BALCH: You do get paid by the
21 hour, right?

22 (Laughter.)

23 MR. RANKIN: That's true.

24 CHAIRWOMAN RILEY: Okay. So item number
25 nine, Case Number 16446? Is that the one you're asking

1 about?

2 MR. RANKIN: That's right.

3 CHAIRWOMAN RILEY: And this is application
4 of Salt Creek Midstream, LLC for authorization to inject
5 acid gas into the proposed Leavenworth AGI No. 1 well in
6 Section 23, Township 26 South, Range 36 East. This
7 case, you've asked for a continuance; is that correct?

8 MR. RANKIN: That's correct.

9 CHAIRWOMAN RILEY: And it's been continued
10 to the December 13th docket?

11 MR. RANKIN: That's the docket that's been
12 announced by the Commission. But as I understand, there
13 may be a change in the hearing date for December, or are
14 we staying --

15 CHAIRWOMAN RILEY: We're staying with the
16 13th, I believe.

17 MR. RANKIN: Okay. Thank you very much.
18 Nothing further. Thank you.

19 MR. BRANCARD: The request for continuance
20 in that case came in after the agenda was finalized, so
21 that's why it's not listed on the agenda.

22 Are we in recess?

23 CHAIRWOMAN RILEY: I guess the only other
24 thing would be on Cases 15758 and 59. Is anyone here
25 for that one?

1 Did you want to dismiss those?

2 MR. FELDEWERT: Madam Chair, members of the
3 Commission, Michael Feldewert, with the Santa Fe office
4 of Holland & Hart. I'm here -- I am here on behalf of
5 the successor to the Applicant, OneEnergy Partners. I'm
6 here on behalf of Centennial Development Resources. And
7 as Mr. Brancard knows, there was a motion that was filed
8 recently to vacate the de novo appeal, as well as the
9 pooling orders on the grounds that all parties now have
10 reached a voluntary agreement, so the pooling orders are
11 no longer necessary.

12 CHAIRWOMAN RILEY: And so there is a motion
13 to vacate and a motion to dismiss, right?

14 MR. FELDEWERT: Yes. So it would be a
15 dismissal of the de novo appeal. And then I suppose an
16 order from me of the Commission or Division vacating the
17 pooling orders is no longer necessary.

18 CHAIRWOMAN RILEY: So procedurally do we
19 need to do anything on that?

20 MR. BRANCARD: We don't have that on the
21 Commission agenda, but the Chair is authorized to do
22 that, unless the Commissioners want to move that to be
23 put on the agenda for next time.

24 CHAIRWOMAN RILEY: All right. Three items
25 quickly taken care of.

1 Now I say we take a break for 15 minutes,
2 and that will put us at 20 till.

3 (The proceedings for Agenda Item 9
4 conclude, 10:25 a.m.)
5 (2:15 p.m.)

6 CHAIRWOMAN RILEY: All right. So this
7 takes us to Case Number --

8 Are we ready to move forward?

9 MR. BRANCARD: I believe so.

10 CHAIRWOMAN RILEY: Case Number 15844, de
11 novo. This is amended application of XTO Energy, Inc.
12 for approval of the extension of the James Ranch Unit.
13 It was continued from September 13th, and now it's going
14 to be continued to the November 15th hearing.

15 Are we ready for other business? Do we
16 have any other business? Do you have anything to
17 report?

18 MR. BRANCARD: No news on the litigation
19 front.

20 CHAIRWOMAN RILEY: Okay.

21 COMMISSIONER BALCH: I don't have any
22 manifestos at this time.

23 CHAIRWOMAN RILEY: None? So shocking.
24 Would you like to manifesto about anything?

25 COMMISSIONER MARTIN: No. I'm good.

1 CHAIRWOMAN RILEY: Our next meeting is
2 November 15th, so I believe we're ready for adjournment.

3 COMMISSIONER MARTIN: I so move.

4 COMMISSIONER BALCH: I second.

5 CHAIRWOMAN RILEY: All righty. We are
6 adjourned.

7 (The proceedings for Agenda Items 12
8 through 15 conclude, 2:17 p.m.)

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1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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4 CERTIFICATE OF COURT REPORTER

5 I, MARY C. HANKINS, Certified Court
6 Reporter, New Mexico Certified Court Reporter No. 20,
7 and Registered Professional Reporter, do hereby certify
8 that I reported the foregoing proceedings in
9 stenographic shorthand and that the foregoing pages are
10 a true and correct transcript of those proceedings that
11 were reduced to printed form by me to the best of my
12 ability.

13 I FURTHER CERTIFY that the Reporter's
14 Record of the proceedings truly and accurately reflects
15 the exhibits, if any, offered by the respective parties.

16 I FURTHER CERTIFY that I am neither
17 employed by nor related to any of the parties or
18 attorneys in this case and that I have no interest in
19 the final disposition of this case.

20 DATED THIS 6th day of November 2018.

21

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23 MARY C. HANKINS, CCR, RPR
24 Certified Court Reporter
New Mexico CCR No. 20
Date of CCR Expiration: 12/31/2018
Paul Baca Professional Court Reporters

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