STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

Meeting Minutes
Regular Meeting
August 10, 2017
9:00 am
Wendell Chino Building Porter Hall
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505

MEMBERS PRESENT:

David R. Catanach

Chair, Oil Conservation Division

Robert Balch

Designee, Energy, Minerals and Natural Resources Department

Ed Martin

Designee, New Mexico State Land Commissioner

OTHERS PRESENT:

Bill Brancard, Counsel for the Commission

Item 1. Roll Call.

Roll was taken; a quorum was present.

Item 2. Approval of Agenda.

Commissioner Balch moved adoption of the agenda. Commissioner Martin seconded the motion. The motion passed unanimously.

Item 3. Approval of minutes of July 13, 2017 meeting.

Commissioner Martin moved to approve the minutes. Commissioner Balch seconded the motion. The motion passed unanimously.

Item 4. Final action may be taken in:

<u>Case 15726</u>: 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 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 FracFocus Chemical Disclosure Registry.

The hearing in this case was held on July 13, 2017. The Commission reached a decision at that time and a draft order was distributed to the Commission for review. The Commissioners reviewed the order. Commissioner Balch moved to approve the order and the proposed rule. Commissioner Martin seconded the motion. The motion passed unanimously. All Commissioners signed Order No. R-14353-B.

<u>Case No. 15740</u>: Final action may be taken in Application of Targa Midstream Services LLC to increase the approved injection rate to

5MMSCFD of treated acid gas from its natural gas plant operations in Monument, New Mexico.

Action:

The hearing in this case was held on July 13, 2017. The Commission reached a decision at that time and a draft order was distributed to the Commission for review. The Commissioners reviewed the order. Commissioner Balch moved to approve the order. Commissioner Martin seconded the motion. The motion passed unanimously. All Commissioners signed the Order.

Item 5.

<u>Case No. 15519:</u> De Novo Application of Mewbourne Oil Company to revoke the injection authority granted under SWD-744 for the Willow Lake Well No. 1 operated by Pyote Well Service, LLC, Eddy County, New Mexico, to be heard De Novo upon the application of David Baker, Receiver, for benefit of Pyote Water Solutions LLC and Pyote SWD II LLC.

Action:

The Chair announced that the parties had filed an Agreed Motion for Stay and the Chair entered an Order granting the stay. The Order requires a status report by October 27 if the case is not dismissed prior to that date.

Item 6.

Case No. 15185: (Continued from the June 13, 2017 Commission meeting.) 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

Action.

The Chair announced that this case was continued to the September Commission Docket.

Item 7.

Next meeting: September 21, 2017.

Counsel Brancard briefed the Commissioners on pending litigation involving the Commission.

Item 8. Adjournment.

The meeting was adjourned at 9:38 am.

DAVID R. CATANACH, Chair