#### STATE OF NEW MEXICO

# ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION

CASE NOS. (13,274) and 13,486 (Continued)

## CONTINUED AND DISMISSED CASES

## TRANSCRIPT OF PROCEEDINGS

BEFORE: MARK E. FESMIRE, CHAIRMAN

JAMI BAILEY, COMMISSIONER

FRANK T. CHAVEZ, COMMISSIONER

OPIGWAL

SEP

August 18th, 2005

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Santa Fe, New Mexico

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These matters came on for hearing before the Oil Conservation Commission, MARK E. FESMIRE, Chairman, on Thursday, August 18th, 2005, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South Saint Francis Drive, Room 102, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

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REPORTER'S CERTIFICATE

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## APPEARANCES

## FOR THE COMMISSION:

DAVID K. BROOKS, JR.
Assistant General Counsel
Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

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| 1  | WHEREUPON, the following proceedings were had at            |
|----|---|
| 2  | 9:00 a.m.:  |
| 3  | CHAIRMAN FESMIRE: Good morning, at this time                |
| 4  | we'll call the August 18th, 2005, meeting of the New Mexico |
| 5  | Oil Conservation Commission to order. Let the record        |
| 6  | reflect that it's 9:00 a.m. on Thursday, August 18th, 2005. |
| 7  | The location is Porter Hall in the Oil Conservation         |
| 8  | Division Office, 1220 South Saint Francis, Santa Fe, New    |
| 9  | Mexico. My name is Mark Fesmire, I'm the Chairman.          |
| 10 | To my right is Commissioner Jami Bailey.                    |
| 11 | Commissioner Bailey is the designee Commissioner of the     |
| 12 | State Land Commissioner Patrick Lyons.                      |
| 13 | To my left is former OCD Supervisor in Aztec, Mr.           |
| 14 | Frank Chavez. Mr. Chavez is the appointee of the Energy,    |
| 15 | Minerals and Natural Resources Commissioner to the          |
| 16 | Commission.   |
| 17 | To his left is Carol Leach. Carol Leach is going            |
| 18 | to be acting as Commission counsel.                         |
| 19 | To Commissioner Bailey's right is Florene                   |
| 20 | Davidson. Florene is the Commission Secretary.              |
| 21 | And our court reporter today, as always, is Mr.             |
| 22 | Steve Brenner.  |
| 23 | Let the record reflect that all of the                      |
| 24 | Commissioners or their designees are present.               |
| 25 | * * *   |

1 CHAIRMAN FESMIRE: The first matter of business 2 before the Commission today is the adoption of the minutes of the last meeting, held on Thursday, July 7th, 2005. 3 Commissioner Bailey, have you had an opportunity 4 to review the minutes of the meeting? 5 6 COMMISSIONER BAILEY: Yes, I have, and I move 7 that we accept them. CHAIRMAN FESMIRE: I will second that. 8 record, Commissioner Chavez wasn't here at the last 9 10 meeting. All those in favor of adopting the minutes? 11 12 COMMISSIONER BAILEY: Aye. 13 CHAIRMAN FESMIRE: Opposed? 14 Let the record reflect that both Commissioners present voted to adopt the minutes. 15 16 (Off the record at 9:02 a.m.) 17 18 (The following proceedings had at 4:40 p.m.) 19 CHAIRMAN FESMIRE: At this time the Commission 20 21 will address Case 13,274. It's the de novo Application of 22 Arch Petroleum, Inc., and Westbrook Oil Corporation for 23 approval of two nonstandard gas spacing and proration units 24 in the Jalmat Gas Pool, Lea County, New Mexico. This case, at the request of counsel, I believe, has been continued to 25

| 1  | the September, 2005, Commission meeting.                    |
|----|---|
| 2  | And Case Number 13,486, the de novo Application             |
| 3  | of Synergy Operating, L.L.C., for compulsory pooling in San |
| 4  | Juan County, New Mexico, this case also will be continued   |
| 5  | to the September 15th, 2005, Commission meeting             |
| 6  | Commission docket.  |
| 7  | Is there any further business before the                    |
| 8  | Commission today?   |
| 9  | COMMISSIONER CHAVEZ: None here.                             |
| 10 | COMMISSIONER BAILEY: No.                                    |
| 11 | CHAIRMAN FESMIRE: At this time the Chair would              |
| 12 | entertain a motion to adjourn.                              |
| 13 | COMMISSIONER CHAVEZ: So move.                               |
| 14 | COMMISSIONER BAILEY: Second.                                |
| 15 | COMMISSIONER CHAVEZ: Aye.                                   |
| 16 | COMMISSIONER BAILEY: Aye.                                   |
| 17 | CHAIRMAN FESMIRE: This Commission meeting is                |
| 18 | adjourned at 4:41 p.m. Thank you.                           |
| 19 | (Thereupon, these proceedings were concluded at             |
| 20 | 4:41 p.m.)  |
| 21 | * * *   |
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| 23 |   |
| 24 |   |
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## CERTIFICATE OF REPORTER

STATE OF NEW MEXICO )
) ss.
COUNTY OF SANTA FE )

I, Steven T. Brenner, Certified Court Reporter and Notary Public, HEREBY CERTIFY that the foregoing transcript of proceedings before the Oil Conservation Commission was reported by me; that I transcribed my notes; and that the foregoing is a true and accurate record of the proceedings.

I FURTHER CERTIFY that I am not a relative or employee of any of the parties or attorneys involved in this matter and that I have no personal interest in the final disposition of this matter.

WITNESS MY HAND AND SEAL August 27th, 2005.

STEVEN T. BRENNER CCR No. 7

My commission expires: October 16th, 2006