DOCKET: COMMISSION HEARING - THURSDAY - JUNE 20, 1996

9:00 A.M. - 2040 SOUTH PACHECO - SANTA FE, NEW MEXICO The Land Commissioner's designee for this hearing will be Jami Bailey

CASE 11551: Application of the Oil Conservation Division to amend Division Rule 1115 to require electronic filing of Form C-115, "Operator's Monthly Report". Applicant seeks: (i) to amend Division Rule 1115 to require the electronic filing of form C-115, "Operator's Monthly Report"; (ii) to provide for a penalty for failure to file electronically; (iii) to establish guidelines for electronic filing; (iv) to provide an exemption from electronic filing for small operators and for economic or other hardship; and (v) provide for a phase-in period for the new electronic filing requirement. The proposed new language in Rule 1115.B. (1) is as follows:

(1) The C-115 report shall be filed in an electronic ONGARD-compatible form unless an exemption for just cause is obtained. Failure to timely file the C-115 report in such form or failure to correct such form within 30 days after an error message is received shall result in cancellation of the Form C-104 allowable for the affected well(s) and/or cancellation of authority to inject.

NO EVIDENCE OR TESTIMONY WILL BE TAKEN AT THE JUNE OR JULY 1996 COMMISSION HEARINGS. THIS APPLICATION IS ADVERTISED AT THIS TIME IN ORDER TO GIVE INDUSTRY NOTICE OF THE PROPOSED RULE CHANGE. THE HEARING ON THIS MATTER IS SCHEDULED TO BE HELD AT THE AUGUST 1996 COMMISSION HEARING AT WHICH TIME EVIDENCE AND TESTIMONY WILL BE TAKEN.

CASE 10907: (Continued from February 15, 1996, Commission Hearing.)

In the matter of the hearing called by the Oil Conservation Division to amend Rules 1111, 1112 and 1115 of its General Rules and Regulations. The Oil Conservation Division seeks to amend its General Rules and Regulations to provide for the filing of Forms C-111, C-112, and C-115, respectively, on the last business day of the month following the month of production and to provide for the imposition of penalties for failure to file timely and accurate reports.

<u>AWAITING FINAL COMMISSION ACTION - NO EVIDENCE OR TESTIMONY WILL BE TAKEN.</u>

CASE 11358: Application of Nearburg Exploration Company/Nearburg Producing Company to terminate injection operations into two certain disposal wells by rescinding Division Administrative Order SWD-336 and Division Order No. R-7637, Eddy County, New Mexico. Applicant, in the above-styled cause, as operator of the Ross Ranch "22" well No. 2 (API No. 30-015-27458), located 1980 feet from the North line and 660 feet from the West line (Unit E) of Section 22, Township 19 South, Range 25 East, North Dagger Draw-Upper Pennsylvanian Pool, seeks an order from the Division rescinding: (1) Administrative Order SWD-336, dated March 3, 1988, which order permitted Yates Petroleum Corporation to utilize its Osage Well No. 1 (API No. 30-015-20890), located 1980 feet from the North and East lines (Unit G) of Section 21, Township 19 South, Range 25 East, as a salt water disposal well into the Canyon formation; and, (2) Order No. R-7637, dated August 23, 1984, which order authorized Anadarko Petroleum Corporation to dispose of produced salt water into the Cisco/Canyon formations through its Dagger Draw SWD Well No. 1, (API No. 30-015-25003), located 1495 feet from the North line and 225 feet from the West line (Unit E) of said Section 22. The 160 acres comprising the NW/4 of said Section 22, in which the Ross Ranch "22" Well No. 2 is therein dedicated, is located approximately 4 miles southwest by west of Seven Rivers, New Mexico.

CASE 11391: In the matter of the hearing called by the Oil Conservation Commission to enact a new rule establishing radiation protection standards for the disposal and transfer for disposal of naturally occurring radioactive materials (NORM) associated with the oil and gas industry, and which are not subject to regulation under the Atomic Energy Act of 1954, as amended.

(f) EXTEND the Largo-Gallup Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 7 WEST, NMPM

Section 31: SE/4 Section 32: S/2 Section 33: S/2

(g) EXTEND the Otero-Chacra Pool in Rio Arriba and San Juan Counties, New Mexico, to include therein

TOWNSHIP 27 NORTH, RANGE 7 WEST, NMPM

Section 31: E/2

IN THE ABSENCE OF OBJECTION, THIS CASE WILL BE TAKEN UNDER ADVISEMENT.