STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION COMMISSION

CASE NOS. 10,994, 11,579

TRANSCRIPT OF PROCEEDINGS

CONTINUED CASES

BEFORE: WILLIAM J. LEMAY, CHAIRMAN
WILLIAM WEISS, COMMISSIONER
JAMI BAILEY, COMMISSIONER

January 16th, 1997
Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, WILLIAM J. LEMAY, Chairman, on Thursday, January 16th, 1997, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

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WHEREUPON, the following proceedings were had at 1 9:02 a.m.: 2 CHAIRMAN LEMAY: Good morning. If you haven't 3 quessed, this is the Oil Conservation Commission. My name 4 is Bill LeMay, Chairman of the Commission. To my left is 5 Commissioner Bill Weiss, to my right Commissioner Jami 6 Bailey representing the Commissioner of Public Lands, State 7 of New Mexico. Lyn Hebert is our attorney, Florence [sic] 8 9 Davidson keeps us in line and does everything for all of 10 us. So with that, I'd like to begin with Case Number 11 10,994, which is the Application of Phillips Petroleum to 12 reopen de novo Case Number 10,994, Roosevelt County, New 13 Mexico. 14 I understand there's a motion, Mr. Kellahin? 15 MR. KELLAHIN: Mr. Chairman, I'm Tom Kellahin of 16 the Santa Fe law firm of Kellahin and Kellahin, appearing 17 on behalf of Phillips Petroleum Company. 18 Mr. Carr is counsel for Enserch, and he and I 19 have agreed to ask permission to continue that matter until 20 the next docket on February 16th, I think it is. 21 CHAIRMAN LEMAY: 22 13th. MR. KELLAHIN: 13th. 23 CHAIRMAN LEMAY: Thank you. It's always a great 24 day in the life of the Commission when Mr. Kellahin and Mr. 25

Carr concur on anything, so we shall certainly take that 1 one and continue it until the 13th. 2 3 4 CHAIRMAN LEMAY: Now call Case Number 11,579, 5 which is the Application of Pogo Producing Company for a 6 pressure maintenance project, Lea County, New Mexico. 7 I understand that case was to be continued to the 8 9 April 10th Commission hearing. Is there anyone representing those companies? Any objection to that 10 continuance? 11 12 If not, Case 11,579 will be continued to the 13 April 10th hearing. 14 15 CHAIRMAN LEMAY: We have some minutes of the 16 17 previous meeting. Is there a motion to accept these minutes? 18 COMMISSIONER BAILEY: I move to accept the 19 minutes. 20 CHAIRMAN LEMAY: Second? 21 COMMISSIONER WEISS: I second. 22 CHAIRMAN LEMAY: Thank you, the minutes will be 23 accepted and placed into the record. 24 25

CHAIRMAN LEMAY: Just a little business before we 1 get into the cases. 2 The Commission is considering holding their 3 either April or May meeting in Roswell, so we're going to 4 take our show on the road. And we're not sure of the -- My 5 fellow Commissioners have to check their calendar as to 6 7 availability. It certainly wouldn't take more than one day if we were down there, so... 8 9 I think April is the preferred date, and if we can do it, we'll do it. If not, May. Is there any comment 10 on that, plus or minus? 11 I see Mr. Carr shaking his head. He might not 12 even have a case, so it's not --13 MR. CARR: We follow you wherever you go. 14 MR. KELLAHIN: He usually doesn't have a case, 15 Mr. Chairman, and we'll go wherever you take us. 16 17 CHAIRMAN LEMAY: Okay, that will be our plan, and certainly in February we will give you our firm dates on 18 that. 19 20 21 22 CHAIRMAN LEMAY: The other thing is, just point of information, don't forget the February 13th hearing is 23 our Industry/Public Speaks-Commission Listens, so please go 24

to your clients and tell them if they have an agenda, if

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they're dissatisfied or they're satisfied or whatever comments they have, please bring those before us because it's their opportunity, certainly, to do so at that time. Also, of course, it's the proration hearing, which used to be a rather involved one, and now those things have gone pretty quick. So we will get a schedule out in the docket and entertain any suggestions for change on the proration schedule. That's for February. (Thereupon, these proceedings were concluded at 9:05 a.m.)

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 January 18th, 1997.

STEVEN T. BRENNER

CCR No. 7

My commission expires: October 14, 1998