

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

CASE NOS. (11,762), 11,745, 11,615, 11,720, 11,515, 11,635

AWAITING FINAL COMMISSION ACTION

NO EVIDENCE OR TESTIMONY TAKEN

REPORTER'S TRANSCRIPT OF PROCEEDINGS

COMMISSION HEARING

ORIGINAL

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

June 5th, 1997

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, WILLIAM J. LEMAY, Chairman, on Thursday, June 5th, 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.

\* \* \*

STEVEN T. BRENNER, CCR  
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## I N D E X

June 5th, 1997  
Commission Hearing  
CASE NOS. 11,762, 11,745, 11,615, 11,720,  
11,515, and 11,635 (Awaiting final  
Commission Action - No evidence or  
testimony taken)

PAGE

REPORTER'S CERTIFICATE

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1           WHEREUPON, the following proceedings were had at  
2   9:05 a.m.:

3           CHAIRMAN LEMAY: Okay, we shall commence. This  
4   is the Oil Conservation Commission. My name is Bill LeMay.  
5   My fellow Commissioners are Bill Weiss and Jami Bailey,  
6   representing the Commissioner of Public Lands, State of New  
7   Mexico.

8           I think we only have one case, but we do have  
9   some business to attend to, so maybe we can do that first.

10          Also, let the record show that we are having our  
11   July hearing in -- Is it the 8th?

12          COMMISSIONER WEISS: Yes.

13          CHAIRMAN LEMAY: The 8th of July, rather than the  
14   date that was previously listed. That was advertised in  
15   the docket because of schedule conflicts, one of the  
16   Commissioners, myself. We had to change that one.

17                           \* \* \*

18          CHAIRMAN LEMAY: Also on the docket, the cases  
19   listed that are awaiting final action -- Rule 111 is the  
20   one, I think, that was the directional drilling. That one  
21   we will delay until the July 8th hearing to take final  
22   action on it, so it will just be carried over. However --

23          COMMISSIONER WEISS: It's not on here, is it?

24          CHAIRMAN LEMAY: That's OCD Rule 111, that's the  
25   last one.

1 COMMISSIONER WEISS: Is that General Rules and  
2 Regulations?

3 CHAIRMAN LEMAY: Yeah, General Rules and  
4 Regulations. That's the one dealing with directionally  
5 drilled wells.

6 So that will be -- final action will be taken on  
7 that July 8th.

8 \* \* \*

9 CHAIRMAN LEMAY: But we also have advertised a  
10 special session for this hearing, in order to take action  
11 on, I think, Rule 103. Is that the -- I'm sorry, 104-B,  
12 isn't it? Burlington, yes, Case 11,745. I'm sorry, I have  
13 it right here. So we'll take that one up first, Case  
14 11,745, which is the Application of Burlington Resources to  
15 adopt new rules establishing 640-acre spacing for deep gas  
16 in the San Juan Basin.

17 Commissioner Bailey, is it your intention to take  
18 final action on that today?

19 COMMISSIONER BAILEY: Yes, it is.

20 CHAIRMAN LEMAY: Commissioner Weiss?

21 COMMISSIONER WEISS: Yes, it is.

22 CHAIRMAN LEMAY: And likewise, I intend to sign  
23 that order and take final action on it.

24 \* \* \*

25 CHAIRMAN LEMAY: The other is Case Number 11,615,

1 which is the Application of Thornton Operating Corporation  
2 for pool creation, special rules and regulations.

3 Commissioner Bailey, is it your intent to take  
4 final action on that case today?

5 COMMISSIONER BAILEY: Yes, it is.

6 CHAIRMAN LEMAY: Commissioner Weiss?

7 COMMISSIONER WEISS: Yes, I do.

8 CHAIRMAN LEMAY: And I also plan to sign that  
9 order, and so it will be done today.

10 \* \* \*

11 CHAIRMAN LEMAY: And the Application of the Oil  
12 Conservation Division to amend the Rule 103 of its General  
13 Rules and Regulations pertaining to signs on wells.

14 Commissioner Bailey, is it your intent to take  
15 final action on that today?

16 COMMISSIONER BAILEY: Yes, it is.

17 CHAIRMAN LEMAY: Commissioner Weiss?

18 COMMISSIONER WEISS: Yes, it is.

19 CHAIRMAN LEMAY: And also, I plan to take final  
20 action on that.

21 \* \* \*

22 CHAIRMAN LEMAY: And then that OCD plugging case,  
23 Woosley Oil Company, is that also scheduled for final  
24 action? I remember that.

25 Is it your intent to take final action on that,

1 Commissioner Bailey?

2 COMMISSIONER BAILEY: Yes, it is.

3 CHAIRMAN LEMAY: Commissioner Weiss?

4 COMMISSIONER WEISS: Yes, it is.

5 CHAIRMAN LEMAY: And likewise I plan to also sign  
6 that order today.

7 \* \* \*

8 CHAIRMAN LEMAY: And finally Case 11,635, which  
9 is the rehearing on pollution and water abatement in New  
10 Mexico with the rehearing and the final draft of that  
11 order.

12 Is it your intent to take final action on that  
13 case today, Commissioner Bailey?

14 COMMISSIONER BAILEY: Yes, it is.

15 CHAIRMAN LEMAY: Commissioner Weiss?

16 COMMISSIONER WEISS: Yes, it is.

17 CHAIRMAN LEMAY: And likewise I plan to sign that  
18 order today.

19 So with the exception of Case Number 11,762,  
20 which was -- final action is extended to the July 8th  
21 hearing, those other five cases will be handled -- final  
22 action will be taken on those today.

23 (Thereupon, these proceedings were concluded at  
24 9:10 a.m.)

25 \* \* \*

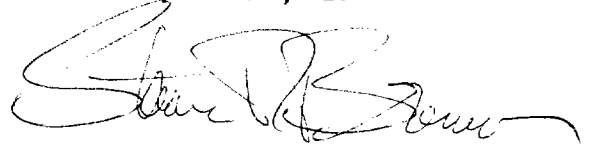
# CERTIFICATE OF REPORTER

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 June 5th, 1997.



STEVEN T. BRENNER  
 CCR No. 7

My commission expires: October 14, 1998