STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION COMMISSION RECEIVED

MAY 2 1 1998

Oil Conservation Division

CASE NO. 11,839

ORIGINAL

CONTINUED CASES

TRANSCRIPT OF PROCEEDINGS

BEFORE: LORI WROTENBERY, CHAIRMAN WILLIAM J. LEMAY, COMMISSIONER JAMI BAILEY, COMMISSIONER

May 7th, 1998

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, LORI WROTENBERY, Chairman, on Thursday, May 7th, 1998, 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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STEVEN T. BRENNER, CCR (505) 989-9317

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REPORTER'S CERTIFICATE

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APPEARANCES

FOR THE COMMISSION:

CAROL LEACH General Counsel Energy, Minerals and Natural Resources Department 2040 South Pacheco Santa Fe, New Mexico 87505

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WHEREUPON, the following proceedings were had at 1 2 9:00 a.m.: CHAIRMAN WROTENBERY: Let's get started. I'm 3 Lori Wrotenbery, Chairman of the Oil Conservation 4 Commission. And to my left is Commissioner Bill LeMay, to 5 my right is Commissioner Jami Bailey. 6 7 We're also pleased to have Carol Leach, the General Counsel of the Department of Energy, Minerals and 8 Natural Resources here today to give us legal advice, 9 10 appreciate that. 11 And unfortunately, Florene Davidson is out sick 12 today, so we're going to depend on Steve Brenner to record 13 this meeting for us here. I think we will have a pretty short meeting here 14 15 today. The one contested case that we had on the agenda, 16 which was the last one in your notebooks, the Application of Odessa Oil Investments, Inc., for saltwater disposal in 17 18 Eddy County, New Mexico -- that's Case 11,839 -- that case has been continued at the request of the de novo Applicant. 19 So we will hear that at a later Commission meeting. 20 21 We do have one item of business here, the 22 approval of the minutes of the last meeting. 23 Commissioners, have you had a chance to look at 24 the minutes? 25 COMMISSIONER BAILEY: Yes, I have.

> STEVEN T. BRENNER, CCR (505) 989-9317

| 1 | MR. LEMAY: I move approval of the minutes. |
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| 2 | COMMISSIONER BAILEY: I second. |
| 3 | CHAIRMAN WROTENBERY: All in favor say aye. |
| 4 | MR. LEMAY: Aye. |
| 5 | CHAIRMAN WROTENBERY: Aye. |
| 6 | COMMISSIONER BAILEY: Aye. |
| 7 | CHAIRMAN WROTENBERY: It's unanimous. And I |
| 8 | guess I will Usually Florene has those for me to sign |
| 9 | here right at the meeting, but I will sign those as soon as |
| 10 | she gets those ready, after she gets back. |
| 11 | (Thereupon, these proceedings were concluded at |
| 12 | 9:02 a.m.) |
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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 May 8th, 1998.

STEVEN T. BRENNER CCR No. 7

My commission expires: October 14, 1998

STEVEN T. BRENNER, CCR (505) 989-9317