

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

CASE NOS. 11,839, 12,086 (Continued)

CASE NOS. 11,958, 11,959 and 11,934 (Dismissed)

CONTINUED AND DISMISSED CASES
TRANSCRIPT OF PROCEEDINGS

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

November 16th, 1998

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, LORI WROTENBERY, Chairman, on Monday, November 16th, 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.

* * *

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

OIL CONSERVATION COM.
98 DEC -4 AM 8:45

I N D E X

November 16th, 1998
Commission Hearing
CASE NOS. 11,839, 12,086 (Continued)
CASE NOS. 11,992; 11,935-38 (Dismissed)

PAGE

REPORTER'S CERTIFICATE

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A P P E A R A N C E S

FOR THE COMMISSION:

LYN S. HEBERT
Deputy General Counsel
Energy, Minerals and Natural Resources Department
2040 South Pacheco
Santa Fe, New Mexico 87505

* * *

1 WHEREUPON, the following proceedings were had at
2 9:00 a.m.

3 CHAIRMAN WROTENBERY: We'll call this meeting to
4 order. Good morning everybody. It's 9:00 a.m. on November
5 16th, 1998. This is a meeting of the Oil Conservation
6 Commission. We're here in the Oil Conservation Division's
7 meeting rooms in Santa Fe, New Mexico.

8 We have, I believe, really just one matter that's
9 ready to go forward today, but we have a few business items
10 that we need to take care of first.

11 Let me say my name is Lori Wrotenbery, I'm
12 Chairman of the Oil Conservation Commission. To my left is
13 Commissioner Bill LeMay, and to my right is Commissioner
14 Jami Bailey representing Land Commissioner Ray Powell.

15 To Commissioner Bailey's right is Florene
16 Davidson, the Commission secretary. And to Commissioner
17 LeMay's left is Lyn Hebert, the Commission's legal counsel.
18 Also to Ms. Hebert's left is Steve Brenner, who will be
19 recording these proceedings for us here today.

20 I believe the first item of business, we have
21 minutes of several past Commission meetings that we need to
22 catch up on here today. First of all, we have the minutes
23 of the meeting of the Oil Conservation Commission held on
24 September 9th, 1998. This was the Commission's meeting at
25 Artesia, New Mexico, the Industry Speaks - OCC Listens

1 meeting. Commissioners, I believe you've had a chance to
2 review the minutes of that meeting. I'll entertain a
3 motion to adopt them.

4 COMMISSIONER LEMAY: Madame Chair, I move
5 adoption of the minutes as modified.

6 COMMISSIONER BAILEY: I second.

7 CHAIRMAN WROTENBERY: All in favor say "Aye".

8 COMMISSIONER LEMAY: Aye.

9 COMMISSIONER BAILEY: Aye.

10 CHAIRMAN WROTENBERY: Aye. And don't think I
11 hear any no's.

12 We also have the minutes of the Oil Conservation
13 Commission meeting held on September 10th, 1998, here in
14 Santa Fe. Once again, I believe that you all have had an
15 opportunity to review the minutes.

16 COMMISSIONER BAILEY: Yes.

17 CHAIRMAN WROTENBERY: Anybody like to move --

18 COMMISSIONER BAILEY: I move that we accept the
19 minutes of that --

20 COMMISSIONER LEMAY: I second.

21 CHAIRMAN WROTENBERY: All in favor say "Aye".

22 COMMISSIONER BAILEY: Aye.

23 COMMISSIONER LEMAY: Aye.

24 CHAIRMAN WROTENBERY: Aye.

25 And then finally we have the minutes of the Oil

1 Conservation Commission meeting held on October 15th, 1998.
2 This is the meeting -- I was here in the conference room
3 here, and Commissioners Bailey and LeMay participated by
4 telephone conference at that short meeting. And again I
5 believe you have seen the minutes.

6 COMMISSIONER LEMAY: I have and I move approval
7 of the meeting -- of the minute -- meeting --

8 COMMISSIONER BAILEY: I second.

9 COMMISSIONER LEMAY: -- meeting -- meeting
10 minutes.

11 CHAIRMAN WROTENBERY: Yes. All in favor say
12 "Aye".

13 COMMISSIONER BAILEY: Aye.

14 COMMISSIONER LEMAY: Aye.

15 CHAIRMAN WROTENBERY: Aye. Okay, let me find
16 those right quick and get those finished.

17 And then just for the record, we have several
18 cases that were either dismissed or continued, and let me
19 summarize those quickly. First of all, Cases Number
20 11,958, 11,959 and 11,934 have all been dismissed. 11,958
21 was the Application of Ocean Energy, Inc., for compulsory
22 pooling and an unorthodox well location in Lea County, New
23 Mexico. And this case has been dismissed. There's a copy
24 of the letter of dismissal in your notebooks,
25 Commissioners. It was dated November 4th, 1998.

1 Case 11,959 was the Application of Ocean Energy,
2 Inc., for compulsory pooling, Lea County, New Mexico.

3 Again, by letter dated November 4th, 1998, this case was
4 dismissed, and a copy is in your notebooks, Commissioners.

5 And Case Number 11,934, the Application of Yates
6 Petroleum Corporation for compulsory pooling in Lea County,
7 New Mexico, this case was dismissed. This letter of
8 dismissal went out November 13th, 1998, and you have a copy
9 of that as well.

10 We also had on our agenda for today Case Number
11 11,839, the Application of Odessa Oil Investments, Inc.,
12 for saltwater disposal in Eddy County, New Mexico. This
13 particular Application has been continued to December 16th,
14 1998, the Commission's hearing on that date, at the request
15 of the Applicant.

16 And then also Case 12,086, the Application of
17 Yates Petroleum Corporation and Hanley Petroleum, Inc., for
18 allowable reduction and the escrow of production process in
19 Lea County, New Mexico, this case too has been continued to
20 the Commission's meeting on December 16th at the request of
21 the Applicant.

22 (Thereupon, these proceedings were concluded at
23 9:05 a.m.)

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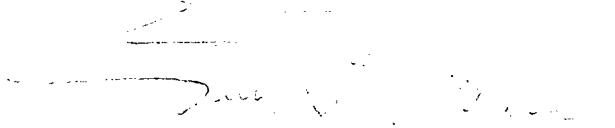
CERTIFICATE OF REPORTER

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 November 17th, 1998.


 STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 2002