

## STATE OF NEW MEXICO

## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

## OIL CONSERVATION COMMISSION

IN THE MATTER OF THE HEARING CALLED BY )  
 THE OIL CONSERVATION COMMISSION FOR THE )  
 PURPOSE OF CONSIDERING: )

APPLICATION OF THE OIL CONSERVATION )  
 DIVISION TO AMEND RULE 104 )  
 (19 NMAC 15.C.104) PERTAINING TO )  
 WELL SPACING )

CASE NO. 123119

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGSCOMMISSION HEARING

BEFORE: LORI WROTENBERY, CHAIRMAN  
 JAMI BAILEY, COMMISSIONER  
 ROBERT LEE, COMMISSIONER

June 17th, 1999

Santa Fe, New Mexico

This matter came on for hearing before the Oil  
 Conservation Commission, LORI WROTENBERY, Chairman, on  
 Thursday, June 17th, 1999, 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

## I N D E X

June 17th, 1999  
Commission Hearing  
CASE NO. 12,119

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

## FOR THE OIL CONSERVATION DIVISION:

RAND L. CARROLL  
Attorney at Law  
Legal Counsel to the Division  
2040 South Pacheco  
Santa Fe, New Mexico 87505

\* \* \*

1           WHEREUPON, the following proceedings were had at  
2   9:25 a.m.:

3           CHAIRMAN WROTENBERY: The next item, then, on the  
4   Commission's agenda is Case 12,119. This is the  
5   Application of the Oil Conservation Division to amend Rule  
6   104 pertaining to well spacing.

7           As I said earlier, we will be taking testimony on  
8   these rules both today, if anybody's ready to give  
9   testimony today, and at the Commission's hearing in July.  
10   And then we will be planning to proceed to final adoption  
11   in August.

12           Is there anybody who is ready to go today with  
13   testimony on Rule 104? Doesn't look like it.

14           I will say that we have received at this point  
15   some written comments both by mail and through e-mail, I  
16   believe. And I was thinking, Mr. Carroll, you had said we  
17   had gotten some written comments from Frank Gray by e-mail?

18           No?

19           MR. CARROLL: No.

20           CHAIRMAN WROTENBERY: No, okay.

21           MR. CARROLL: Frank is here, with no comments.

22           CHAIRMAN WROTENBERY: Okay, okay.

23           MR. CARROLL: That was regarding the forms for  
24   the tax incentive.

25           CHAIRMAN WROTENBERY: Oh, okay, I got it.

1           So as far as I know, we've just received, I  
2       guess, one set of written comments. Those will be made  
3       available to anybody who's interested in reviewing those.  
4       But we will plan to take testimony, then, at the  
5       Commission's hearing on July 15th.

6                           \* \* \*

7  
8           CHAIRMAN WROTENBERY: And then we had one *de novo*  
9       case that was on our agenda today, Case 12,161, the  
10      Application of Ridgeway Arizona Oil Corporation for a unit  
11      agreement in Catron County, New Mexico.

12           This case has been continued to July 15th, 1999,  
13      at the request of the parties.

14           And I believe that's everything that we have on  
15      our agenda today. Florene, is there anything I'm  
16      forgetting?

17           Any other business that the Commissioners would  
18      like to bring up?

19           In that case, this meeting is adjourned. Thank  
20      you very much.

21           (Thereupon, these proceedings were concluded at  
22      9:30 a.m.)

23                           \* \* \*

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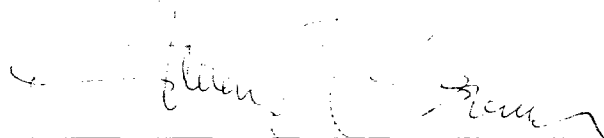
## CERTIFICATE OF REPORTER

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 June 17th, 1999.

  
\_\_\_\_\_  
STEVEN T. BRENNER  
CCR No. 7

My commission expires: October 14, 2002