

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

BRUCE KING
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

MEMORANDUM

TO: ALL PRODUCERS, PURCHASERS AND TRANSPORTERS OF
GAS FROM ALL PRORATED GAS POOLS IN NEW MEXICO

FROM: WILLIAM J. LEMAY, DIRECTOR *WJL*

SUBJECT: COMMISSION HEARING ON AUGUST 29, 1991, CONCERNING
PRORATED GAS ALLOWABLES FOR OCTOBER 1991 - MARCH 1992

DATE: AUGUST 5, 1991

A Commission Hearing will be scheduled for August 29, 1991 for the purpose of receiving nominations and other testimony and information to assist the Commission in determining prorated gas allowables for the Oct. '91 through Mar. '92 allocation period. The assistance of all segments of the natural gas industry is needed in this process so you are urged to attend the hearing and participate.

The following information is being distributed along with this memo:

- o PRELIMINARY ALLOWABLE ESTIMATES FOR EACH POOL.
- o EXPLANATIONS FOR POOL ALLOWABLE ADJUSTMENTS
- o COMPARISON OF MONTHLY AVERAGE POOL ALLOWABLES, SALES, F1 AND F2 FACTORS.
- o COMPARISON OF APRIL AND MAY, 1991 SALES VOLUMES TO ALLOWABLES.
- o REQUESTED FORMAT FOR NOMINATIONS - FORM C-121-A.

Nominations may be submitted prior to or at the August 29 Hearing. Nominations and other information presented at the hearing will be used to revise the preliminary allowables and assign final allowables for the allocation period.

dr/

ALTONA PENN	ALINEBRY	BUFFALO	BURTON FLAT	CARLSBAD	CATCLAW	EUNIONT	INDIAN BASIN	INDIAN BASIN	JALMAY	JUSTIS GL	TUBB
VALLEY PENN	MORROW	MORROW	MORROW	DRAM	MORROW	MORROW	UPPER PENN				

DEC 91-MAR 92 F1 FACTORS FOR OTHER PROBS
BURTON FLAT STRAWN F1=10,000
MONUMENT MCKEE ELLEN F1=25,000

PRELIMINARY ALLOWABLE ESTIMATES
MARKET DEMAND AND ALLOWABLE DETERMINATION SCHEDULE
FOR OCT 91 THRU MAR 92
PRORATED GAS POOLS - NORTHWEST NEW MEXICO

BASIN	BLANCO	BLANCO	TAPACITO
DALOTA	MESAVERDE	P.C. SOUTH	
8,039,435	14,122,492	1,204,658	207,577

(1) AVERAGE MONTHLY POOL SALES
OCT 90-MAR 91
ALL VOL'S ARE IN MCF

(2) TOTAL MONTHLY TOTALS
AVERAGE MONTHLY VOLUMES

(3) ADJUSTMENTS

46,000

(4) MONTHLY POOL ALLOWABLE
OCT 91-MAR 92
(LINE 1 + LINE 3)

8,039,435 14,168,492 1,204,658 207,577

(5) MONTHLY MARGINAL
POOL ALLOWABLE FOR
OCT 91-MAR 92

4,228,404 6,687,524 515,461 82,453

(6) MONTHLY NON-MARGINAL
POOL ALLOWABLE
OCT 91-MAR 92
(LINE 4 MINUS LINE 5)

3,811,031 7,480,968 725,197 125,124

(7) NUMBER OF NON-MARGINAL
ACREAGE FACTORS

433.65 599.93 456.61 91.74

(8) NUMBER OF NON-MARGINAL
ACREAGE X DELIVERABILITY
FACTORS

205,993 434,101 27,355 9,277

(9) MONTHLY ACREAGE ALLOCATION
FACTOR FOR OCT 91-MAR 92, F1

5,273 3,117 397 341

(10) MONTHLY ACREAGE X DELIV
ALLOCATION FACTOR FOR
OCT 91-MAR 92, F2

7.40 12.92 19.88 10.12

EXPLANATION FOR POOL ALLOWABLE ADJUSTMENTS

Prorated Gas Pools - Oct '91-Mar '92

<u>POOL</u>	<u>ADJUSTMENT MCF PER MONTH</u>	<u>REASON FOR ADJUSTMENT</u>
Atoka Penn	27,000	Overproduction
Blinebry	73,000	"
Carlsbad Morrow	72,000	Overproduction and Recent Production Volumes
Catchlaw Draw	14,000	Overproduction
Eumont	98,253	Minimum Allowable
Indian Basin Morrow	27,000	Overproduction
Indian Basin Upper Penn	188,000	"
Jalmat	340,391	Minimum Allowable
Justis	8,000	Recent Production
Tubb	60,000	" "
Blanco Mesaverde	48,000	Overproduction

Monthly Marginal Pool Allowables for Oct '91-Mar '92 are estimated based on Apr and May, 1991 Pool Sales Volumes.

COMPARISON OF MONTHLY AVERAGE
POLY. ALUMINATES, SALES, F1 AND F2 FACTORS

PERIOD	ALOKA FENN	ELINEBRY	BUFFALO VALLEY FENN	BUKTON FLAT MUKROM	CARLSPAD MUKROM	CATILAW DRAW
OCT 89-MAR 90						
POOL ALLOWABLE;MCF PER MO	90,502	584,153	226,422	507,581	333,609	231,865
POOL SALES;MCF PER MI	88,473	445,221	207,501	392,388	256,256	126,029
F1	10,193	23,478	33,319	18,931	34,790	31,079
OCT 90-MAR 91						
POOL ALLOWABLE;MCF PER MO	100,273	441,816	239,674	544,365	200,077	146,514
POOL SALES;MCF PER MO	113,402	409,780	203,184	424,022	221,417	136,300
F1	17,180	21,879	33,489	39,884	10,517	21,757
OCT 91-MAR 92						
POOL ALLOWABLE;MCF PER MO	140,402	482,780	203,184	420,022	293,417	150,500
POOL SALES;MCF PER MO	140,402	482,780	203,184	420,022	293,417	150,500
F1	32,099	29,983	42,219	34,938	20,015	29,106

PERIOD	EUMONT	IND. BASIN MURKUM	IND. BASIN UPPER PENN	JALMAT	JUSTIS GLORIEITA	TURB
OCT 89-MAR 90						
POOL ALLOWABLE, MCF PER MO	2,279,715	90,717	3,187,359	775,942	57,744	338,032
POOL SALE, MCF PER MO	1,779,169	78,348	3,052,361	855,488	60,222	289,732
F1	13,965	47,191	132,760	7,184	3,575	8,383
OCT 90-MAR 91						
POOL ALLOWABLE, MCF PER MO	2,234,375	209,172	3,431,660	973,904	46,147	236,501
POOL SALE, MCF PER MO	2,315,225	204,393	3,372,080	905,099	39,437	213,916
F1	16,991	159,687	173,285	13,912	3,541	10,127
OCT 91-MAR 92						
POOL ALLOWABLE, MCF PER MO	2,411,178	231,393	3,560,080	1,245,490	45,437	273,916
POOL SALE, MCF PER MO						
F1	18,300	181,565	185,431	18,300	3,486	10,087

PERIOD	BASIN	BLANCO	BLANCO	TAPACITO
	DAKOTA	MESAVERDE	P.C. SOUTH	
OCT 89-MAR 90				
FOUL ALLOWABLE;MCF PER MO	12,242,569	16,894,172	1,797,464	449,567
FOUL SALES;MCF PER MO	10,302,401	14,990,087	1,115,864	318,270
F1	4,528	2,629	375	488
F2	8.14	13.44	17.16	19.14
OCT 90-MAR 91				
FOUL ALLOWABLE;MCF PER MO	9,416,739	15,731,709	1,508,811	332,221
FOUL SALES;MCF PER MO	8,039,435	14,122,492	1,204,658	207,577
F1	5,676	3,690	483	546
F2	7.83	15.78	23.18	17.07
OCT 91-MAR 92				
FOUL ALLOWABLE;MCF PER MO	8,039,435	14,168,492	1,204,658	207,577
FOUL SALES;MCF PER MO	5,273	3,117	397	341
F1	7.40	12.92	19.88	10.12
F2				

**COMPARISON OF APRIL AND MAY 1991 SALES VOLUMES
AND ALLOWABLES; MCF PER MONTH**

NEW MEXICO PRORATED GAS SALES

<u>POOL</u>	<u>APR-SEP 1991 MONTHLY ALLOWABLE</u>	<u>AVG. MONTHLY SALES APR.-MAY, 1991</u>
Atoka Penn	107,414	101,987
Blinebry	368,926	423,780
Buffalo Valley Penn	221,054	151,296
Burton Flat Morrow	481,903	303,122
Carlsbad Morrow	252,146	252,452
Catchlaw Draw Morrow	161,064	102,195
Eumont	2,278,783	2,112,369
Indian Basin Morrow	144,974	167,651
Indian Basin Upper Penn	3,166,408	3,231,461
Jalmat	1,148,663	1,091,336
Justis Glorieta	43,021	44,499
Tubb	266,658	245,611
Basin Dakota	8,552,554	6,359,286
Blanco Mesaverde	13,548,300	13,862,223
Blanco P.C. South	1,242,564	991,596
Tapacito	234,518	177,580

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-121-A
Revised 4-1-91

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

PURCHASER'S GAS NOMINATIONS

COMPANY Name of Purchaser or Transporter	ADDRESS Address of Purchaser or Transporter
---	--

In accordance with the Rules and Regulations of the Oil Conservation Division of the State of New Mexico, the above named company herewith submits its nominations for the purchase of gas from the _____ Pool Name*

Pool for the month shown below: (insert in appropriate month)

MONTH	YEAR	NOMINATION, MCF
APRIL		
MAY		
JUNE		
JULY		
AUGUST		
SEPTEMBER		
OCTOBER	1991	30,000
NOVEMBER	1991	30,000
DECEMBER	1991	40,000
JANUARY	1992	40,000
FEBRUARY	1992	30,000
MARCH	1992	30,000

NOTE: All Volumes are to be MCF at 15.025 psia and 60° F.

Signature	Printed Name & Title	Date	Telephone No.
-----------	----------------------	------	---------------

FILING INSTRUCTIONS: One copy of this form must be filed with the Santa Fe Office of the Division by the first day of the month during which the nominations are to be considered at public hearing.

*Please file a separate form for each pool for which a nomination is made.

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 0 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

August 16, 1991

HAND-DELIVERED

RECEIVED

AUG 16 1991

OIL CONSERVATION DIV.
SANTA FE

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

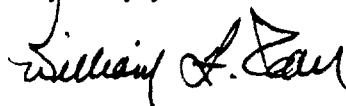
Re: Oil Conservation Division Case No. 10372
In the Matter of the Application of Parker & Parsley Development Company
for Compulsory Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company respectfully requests that the above-captioned case which is currently set on the Division docket for the August 22, 1991 hearings be continued to the September 5, 1991 Examiner docket.

Your attention to this matter is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

August 30, 1991

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

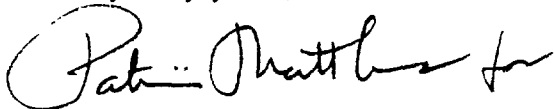
Re: Oil Conservation Division Case No. 10372:
Application of Parker & Parsley Development Company for Compulsory
Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company hereby requests that the above-referenced case scheduled for hearing before a Division Examiner on September 5, 1991 be continued to the Examiner hearings scheduled for September 19, 1991.

Your attention to this request is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer

RECEIVED

AUG 30 1991

OIL CONSERVATION DIV
SANTA FE

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
ANNIE-LAURIE COOGAN

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

September 13, 1991

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

RECEIVED

SEP 13 1991

OIL CONSERVATION DIV.
SANTA FE

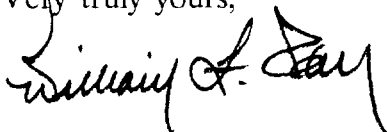
Re: Oil Conservation Division Case No. 10372:
Application of Parker & Parsley Development Company for Compulsory
Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company hereby requests that the above-referenced case scheduled for hearing before a Division Examiner on September 19, 1991 be continued to the Examiner hearings scheduled for October 3, 1991.

Your attention to this request is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

September 30, 1991

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

RECEIVED

SEP 30 1991

OIL CONSERVATION DIVISION

Re: Oil Conservation Division Case No. 10372:
Application of Parker & Parsley Development Company for Compulsory
Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company hereby requests that the above-referenced case scheduled for hearing before a Division Examiner on October 3, 1991 be continued to the Examiner hearings scheduled for October 17, 1991.

Your attention to this request is appreciated.

Very truly yours,


WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

October 10, 1991

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

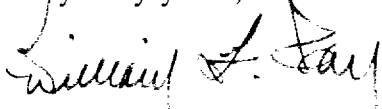
Re: Oil Conservation Division Case No. 10372:
Application of Parker & Parsley Development Company for Compulsory
Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company hereby requests that the above-referenced case scheduled for hearing before a Division Examiner on October 17, 1991 be continued to the Examiner hearings scheduled for November 21, 1991.

Your attention to this request is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

November 12, 1991

HAND-DELIVERED

RECEIVED

NOV 12 1991

OIL CONSERVATION DIV.
SANTA FE

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

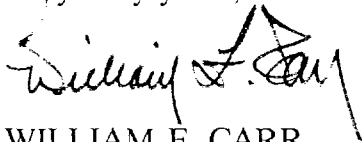
Re: Oil Conservation Division Case No. 10372:
Application of Parker & Parsley Development Company for Compulsory
Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company hereby requests that the above-referenced case scheduled for hearing before a Division Examiner on November 21, 1991 be continued to the Examiner hearings scheduled for December 19, 1991.

Your attention to this request is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer



BRUCE KING
GOVERNOR

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



POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

MEMORANDUM

TO: All Gas Producers
FROM: Michael E. Stogner *M.S.*
SUBJECT: Proposed changes to the Special Rules and Procedures for the Tight
Formation Designations Under Section 107 of the Natural Gas Policy
Act of 1978.
DATE: November 25, 1991

A case has been tentatively set for the January 9, 1992 Examiner Hearing to consider eliminating the required hearing of Tight Formation Designation applications by the NMOCD and adopt a procedure whereby such matters can be reviewed administratively.

After a couple of recent applications for tight formation designations, it was called to our attention that the FERC had experienced a few court challenges and had changed their policies about final authorization on areas where two or more jurisdictional agencies are involved and of expanded jurisdiction of the BLM on Federal and Indian lands. Hopefully an administrative process by the OCD can amend this procedure broad enough to allow each application to be properly filed and reviewed without the redundant questioning and scrutiny of more than one authorizing agency. It would allow the OCD and BLM to work more efficiently with each other on a case by case basis. I would also foresee in those instances where approval by both the BLM and OCD is necessary for the FERC to act on an application, a joint approval might be sent on to Washington instead of possible conflicting recommendations. This would resolve the chance of the FERC returning the filings back to both agencies for conflict resolution, further delaying the process.

Also, such amendment would incorporate any change to this procedure adopted by the FERC in the last ten years.

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

December 12, 1991

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

RECEIVED

DEC 17 1991

OIL CONSERVATION DIV.
SANTA FE

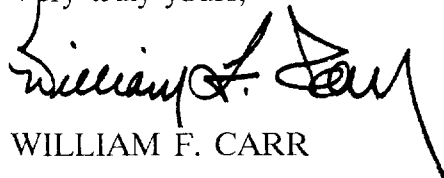
Re: Oil Conservation Division Case No. 10372:
Application of Parker & Parsley Development Company for Compulsory
Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company hereby requests that the above-referenced case scheduled for hearing before a Division Examiner on December 19, 1991 be continued until the second Examiner hearings in February, 1992.

Your attention to this request is appreciated. 2/20/92.

Very truly yours,


WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

January 27, 1992

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

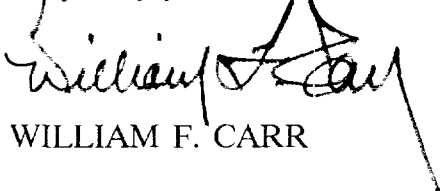
Re: Oil Conservation Division Case No. 10372:
Application of Parker & Parsley Development Company for Compulsory
Pooling, Rio Arriba County, New Mexico

Dear Mr. LeMay:

Parker & Parsley Development Company hereby requests that the above-referenced case scheduled for hearing before a Division Examiner in February, 1992 be dismissed.

Your attention to this request is appreciated.

Very truly yours,


WILLIAM F. CARR

WFC:mlh

cc: Mr. Bill Seltzer

RECEIVED
JAN 29 1992
OIL CONSERVATION DIV
SANTA FE

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

February 7, 1992



POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

MEMORANDUM

TO: ALL PRODUCERS, PURCHASERS AND TRANSPORTERS OF GAS
FROM ALL PRORATED GAS POOLS IN NEW MEXICO

FROM: WILLIAM J. LEMAY, DIRECTOR *WJL*

SUBJECT: COMMISSION HEARING ON FEBRUARY 27, 1992, CONCERNING
PRORATED GAS ALLOWABLES FOR APRIL 1992 - SEPTEMBER 1992

A Commission Hearing will be scheduled for February 27, 1992 for the purpose of receiving nominations and other testimony and information to assist the Commission in determining prorated gas allowables for April 1992 through September 1992 allocation period. The assistance of all segments of the natural gas industry is needed in this process so you are urged to attend the hearing and participate.

The following information is being distributed along with this memo:

- * Preliminary allowable estimates for each pool.
- * Comparison of monthly average pool allowables, sales, F1 and F2 factors.
- * Requested format for nominations - Form C-121-A.

Nominations may be submitted prior to or at the February 27th Hearing. Nominations and other information presented at the hearing will be used to revise the preliminary allowables and assign final allowables for the allocation period.

MJL/jc

**PRELIMINARY ALLOWABLE ESTIMATES
MARKET DEMAND AND ALLOWABLE DETERMINATION SCHEDULE
PRORATED GAS POOLS - SOUTHEAST NEW MEXICO
FOR APR92 THRU SEP92**

	ATOKA PENN	BLINEDRY	BUFFALO VALLEY PENN	BURTON FLAT MORROM	CARLSBAD MORROM	CATCLAW DRAW MORROM	EUMONT MORROM	INDIAN BASIN SO	INDIAN BASIN UPPER PENN	JALMAT	JUSTIS 6L	TUBBS
(1) AVERAGE MONTHLY POOL SALES APR91-SEP91 ALL VOLUME ARE IN MCF.	89,914	355,001	157,428	233,628	179,266	1,928,020	100,331	3,027,680	922,804	40,742	204,537	
(2) TOTAL NOMINATIONS AVG MONTH VOL.												
(3) ADJUSTMENTS.	31,000	61,000	220,427	58,242	242,634	206,931						
(4) MONTHLY POOL ALLOWABLE APR92-SEP92 (LINE 1 + LINE 3.)	120,914	355,001	218,428	291,870	421,900	2,149,247	100,331	3,027,680	1,129,735	40,742	204,537	
(5) MONTHLY MARGINAL POOL ALLOWABLE OCT91-DEC91	7,523	99,706	157,847	112,770	152,800	1,365,877 *	46,714	2,605,387	827,335 *	5,393	71,395	
(6) MONTHLY NON-MARGINAL POOL ALLOWABLES APR92-SEP92 LINE 4 - LINE 5	113,391	255,295	60,581	179,100	269,100	783,370	53,617	422,293	302,400	35,349	133,142	
(7) NUMBER OF NON-MARGINAL ACREAGE FACTORS	3.78	10.25	2.00	5.97	2.99	41.23	.86	3.49	16.00	7.00	8.00	
(8) MONTHLY ACREAGE ALLOCATE FACTOR APR92-SEP92 (LN 6 / LN 7)	29,997	24,906	30,290	30,000	90,000	19,000	62,345	121,000	18,900	5,049	16,642	

* Monthly Marginal Pool Allowable volumes (Line 5) from the Jalmat and Eumont Pools are unavailable for October, November, and December 1991. The amounts shown are the averages taken from the two previous six-month proration periods.

F1 FACTORS FOR OTHER POOLS
BURTON FLAT STRAUB F1 = 10,000
MONUMENT MCKEE ELLEN F1 = 25,000

Apr 91- Sept 91	Oct 91- Mar 92
Jalmat	801,231
Eumont	1,385,423

PRELIMINARY ALLOWABLE ESTIMATES
MARKET DEMAND AND ALLOWABLE DETERMINATION SCHEDULE
PRORATED GAS POOLS - NORTHWEST NEW MEXICO
FOR APR92 THRU SEP92

	BASIN DAKOTA	BLANCO MESA VERDE	BLANCO P.C. SOUTH	TAPACITO
(1) AVERAGE MONTHLY POOL SALES APR91-SEP91 ALL VOLUME ARE IN MCF.	5,773,700	11,856,105	849,882	186,595
(2) TOTAL NOMINATIONS AVG MONTH VOL.				
(3) ADJUSTMENTS.	1,200,000	1,000,000	235,000	81,000
(4) MONTHLY POOL ALLOWABLE APR92-SEP92 (LINE 1 + LINE 3.)	6,973,700	12,856,105	1,084,882	267,595
(5) MONTHLY MARGINAL POOL ALLOWABLE OCT91-DEC91	5,083,320	8,039,990	747,575	201,419
(6) MONTHLY NON-MARGINAL POOL ALLOWABLES APR92-SEP92 LINE 4 - LINE 5	1,890,380	4,816,115	337,307	66,176
(7) NUMBER OF NON-MARGINAL ACREAGE FACTORS	260.29	427.71	243.26	47.82
(8) NUMBER OF NON-MARGINAL ACREAGE TIMES DELIVERABILITY FACTORS	153,135	281,999	15,217	3,956
(9) MONTHLY ACREAGE ALLOCATE FACTOR APR92-SEP92	4,357	2,815	346	345
(10) MONTHLY ACREAGE TIMES DELIVERABILITY ALLOCATE FACTOR APR92-SEP92	4.937812	12.808861	16.624843	12.546006

**COMPARISON OF MONTHLY AVERAGE
POOL ALLOWABLES, SALES AND F1 FACTORS
SOUTHEAST NEW MEXICO**

Period	Alcala Penn	Blinsbury	Buffalo Valley Penn	South Carlsbad Morrow	Calclaw Draw Morrow	Eumont	Indian Basin Morrow	Indian Basin Upper Penn	Jalinal	Juels Glorieta	Tubb
April - Sept. 1989											
Pool Allowable; MCF Per Month	67416	476740	179474	352585	121533	1677286	99814	2872114	772338	26264	300263
Pool Sales; MCF Per Month	76747	372003	167164	278150	89427	1467611	108824	2856550	711232	29653	246848
F1	7402	14535	22633	27731	14689	8138	51917	110412	6002	1401	7105
April - Sept. 1990											
Pool Allowable; MCF Per Month	81725	470543	239965	214270	141692	1932449	73730	2963967	975625	49616	295693
Pool Sales; MCF Per Month	69417	436444	208593	199702	128126	1653258	88975	2885197	884426	36976	242230
F1	10252	19855	26518	13164	20343	13560	44165	124673	12462	3363	8037
April - Sept. 1991											
Pool Allowable; MCF Per Month	91000	436444	228593	251702	132126	2407182	145000	3000000	1224015	48976	242230
Pool Sales; MCF Per Month	89914	355001	157428	233628	179266	1928820	100331	3027680	922804	40742	204537
F1	15319	18082	27768	20100	22117	18300	109267	134728	18300	3459	11837
April - Sept. 1992											
Pool Allowable; MCF Per Month	120914	355001	218428	291870	421900	2149247	100331	3027680	1129735	40742	204537
Pool Sales; MCF Per Month											
F1	29997	24906	30290	30000	90000	19000	62345	121000	18900	5049	16642

**COMPARISON OF MONTHLY AVERAGE
POOL ALLOWABLES, SALES , F1 AND F2 FACTORS
NORTHWEST NEW MEXICO**

<i>Period</i>	<i>Basin Dakota</i>	<i>Blanco Mesaverde</i>	<i>Blanco P.C. South</i>	<i>Tapacito</i>
April - Sept. 1989				
Pool Allowable; MCF Per Month	7308635	11016205	1289840	277883
Pool Sales; MCF Per Month	7268892	10689599	1101947	240816
F1	2378	1596	252	281
F2	4.64	8.56	11.89	10.67
April - Sept. 1990				
Pool Allowable; MCF Per Month	9455052	15598139	1381233	256709
Pool Sales; MCF Per Month	7263265	12379262	1063350	231768
F1	4906	3085	350	296
F2	7.14	13.94	15.75	9.54
April - Sept. 1991				
Pool Allowable; MCF Per Month	7963265	14379262	1238350	241768
Pool Sales; MCF Per Month	5773700	11856105	849882	186595
F1	3635	2787	350	380
F2	5.02	11.99	17.11	11.76
April - Sept. 1992				
Pool Allowable; MCF Per Month	6973700	12856105	1084882	267595
Pool Sales; MCF Per Month				
F1	4357	2815	346	345
F2	4.94	12.81	16.63	12.55

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-121-A
Revised 4-1-91

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

PURCHASER'S GAS NOMINATIONS

COMPANY Name of Purchaser or Transporter	ADDRESS Address of Purchaser or Transporter
--	---

In accordance with the Rules and Regulations of the Oil Conservation Division of the State of New Mexico, the above named company herewith submits its nominations for the purchase of gas from the Pool Name*

Pool for the month shown below: (insert in appropriate month)

MONTH	YEAR	NOMINATION, MCF
APRIL		
MAY		
JUNE		
JULY		
AUGUST		
SEPTEMBER		
OCTOBER	1991	30,000
NOVEMBER	1991	30,000
DECEMBER	1991	40,000
JANUARY	1992	40,000
FEBRUARY	1992	30,000
MARCH	1992	30,000

NOTE: All Volumes are to be MCF at 15.025 psia and 60° F.

Signature	Printed Name & Title	Date	Telephone No.
-----------	----------------------	------	---------------

FILING INSTRUCTIONS: One copy of this form must be filed with the Santa Fe Office of the Division by the first day of the month during which the nominations are to be considered at public hearing.

*Please file a separate form for each pool for which a nomination is made.



State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



BRUCE KING
GOVERNOR

MEMORANDUM

ANITA LOCKWOOD
CABINET SECRETARY

MATTHEW BACA
DEPUTY SECRETARY

**TO: ALL INTERESTED PARTIES WHO UTILIZE THE DIVISION HEARING
PROCESS**

FROM: ROBERT G. STOVALL, General Counsel *MS Jan 1992*
Oil Conservation Division

SUBJECT: TRANSCRIPTS

DATE: FEBRUARY 7, 1992

The current reporting firm providing transcripts of all Division and Commission Hearings can now provide to all interested parties any proceedings on ASC II Diskette. For additional information concerning costs, availability, turn-around time, and additional services, please contact:

***Carla Diane Rodriguez or Debbie Vestal
1701 Old Pecos Trail - Suite 102
Santa Fe, New Mexico 87501
Phone No. (505) 988-1772
Fax No. (505) 984-1807***

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830

Park and Recreation Division
P.O. Box 1147 87504-1147
827-7485

2040 South Pacheco

Office of the Secretary
827-5950

Administrative Services
827-5925

Energy Conservation & Management
827-5900

Mining and Minerals
827-5970

LAND OFFICE BUILDING - 310 Old Santa Fe Trail

Oil Conservation Division
P.O. Box 2088 87504-2088
827-5800



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

BRUCE KING
GOVERNOR

February 25, 1992

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mr. William F. Carr
Campbell, Carr, Berge
& Sheridan
Attorneys at Law
Post Office Box 2208
Santa Fe, New Mexico

Re: CASE NO. 10372
ORDER NO. R-9640

Applicant:
Parker and Parsley
Development Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Florence Davidson

FLORENE DAVIDSON
OC Staff Specialist

Copy of order also sent to:

Hobbs OCD	<u>X</u>
Artesia OCD	<u>X</u>
Aztec OCD	X

Other _____