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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO CONSIDER AMENDMENTS TO ITS "SPECIAL RULES FOR APPLICATIONS FOR WELLHEAD PRICE CEILING CATEGORY DETERMINATIONS," PURSUANT TO THE NATURAL GAS POLICY ACT OF 1978 (NGPA), AS PROMULGATED BY DIVISION ORDER NO. R-5878-B, AS AMENDED.

CASE NO. 9356 ORDER NO. R-5878-B-4

### ORDER OF THE DIVISION

#### BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 11, 1988, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>17th</u> day of May, 1988, the Division Director, having considered the testimony, the record and the recommendations of the Examiner, and being fully advised in the premises,

## FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) By its Order No. R-5878-B, effective July 15, 1980, the New Mexico Oil Conservation Division promulgated "Special Rules for Application of Wellhead Price Ceiling Category Determinations" pursuant to the Natural Gas Policy Act of 1978 and the "Final Regulations Implementing Filing Requirements of the Natural Gas Policy Act of 1978," as promulgated by Federal Energy Regulatory Commission (FERC) Order No. 65 effective February 4, 1980.
- (3) Said special rules and the Division forms adopted pursuant thereto have from time to time been amended to conform with the FERC regulations as they have been amended, to eliminate unnecessary paperwork, to include various provisions necessary to up-grade filing procedures and to include a provision for filing fees.
- (4) The 38th State Legislature of New Mexico, at its first Session, enacted Chapter 234, Laws of 1987, approved April 9, 1987, being the "Energy, Minerals and Natural Resources Department Act," and made effective July 1, 1987.

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- (5) Said act established a single Department to administer laws and exercise functions formerly administered and exercised by the Natural Resources Department and the Energy and Minerals Department, now known as the Energy, Minerals and Natural Resources Department, one of the Divisions of which is the Oil Conservation Division, hereinafter referred to as the "Division."
- (6) Division Form C-132, "Application for Wellhead Price Ceiling Category Determination," and Division Form C-132-A, "Application for Continued Stripper Classification," should be revised to reflect the Department name change as shown on Exhibits A and B respectively, attached hereto and made a part hereof.
- (7) All other provisions included in said Order No. R-5878-B, as amended, should remain in full force and effect.
  - (8) This order should be made effective May 16, 1988.

# IT IS THEREFORE ORDERED THAT:

- (1) The New Mexico Oil Conservation Division Form C-132, "Application for Wellhead Price Ceiling Category Determination," is hereby revised to conform to Exhibit A attached hereto and, by reference, made a part hereof.
- (2) Division Form C-132-A, "Application for Continued Stripper Classification," is hereby revised to conform to Exhibit B attached hereto and, by reference, made a part hereof.
  - (3) The effective date of this order shall be May 16, 1988.
- (4) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

SEAL

Form C-132

		OIL CONSERVAT		REVISED 5/16/88		
FOR DIVISION		P o sox				
			SA. Indicate Type of Lease			
— — — — — — — — — — — — — — — — — — —			···	. 5. State Oil & Gas Lease No.		
APPROPRIATE FILING	FEE(S)	ENCLOSED? YES	NO - FILING FEE(S) -			
DATE COMPLETE APPL						
DATE DETERMINATION						
WAS APPLICATION CO	7. Unit Agreement Name					
1	8. Form or Lease Name					
NAME(S) OF INTERVE	6. Lmui ot Cadsa ludma					
2. Name of Operator			<del></del>	9. Well No.		
				1		
3. Address of Operator				10. Field and Pool, or Wildest		
4. Location of Well			<del></del>			
UMIT LET	TER	LOCATED	PEET PROM THELINE	12. County		
AND PEET PRO	am tut	LIME OF SEC.	TWP, RGE. HMPM			
11. Hame and Address of						
<b>6</b> 1				4 5		
Chec requ	k appropr ired info	rmation on lines I and	sought and information submitted 2, below.	d. Enter		
1.	Category	(ies) sought (By NGPA	Section No.)			
2 .	Filing F	ee(s) Amount enclosed:	: \$	1		
. 3.	All appl	ications must contain:	<b>:</b>			
			RMIT TO DRILL, DEEPEN OR PLUG BA	CK		
		C-105 WELL COMPLETION OR RECOMPLETION REPORT				
			VEY, IF REQUIRED UNDER RULE 111			
		IDAVITS OF MAILING OR		ata dasar		
4. In addition to the above, all applications must contain the items required by the applicable rule of the Division's "Special Rules for Applications for Wellhead Price Ceiling Category Determinations" as follows:						
	٨.	NEW NATURAL GAS UNDE Feet Deeper Test)	ER SEC. 102(c)(1)(B) (using 2.5	Mile or 1000		
		All items requi	ired by Rule 14(1) and/or Rule 1	4(2)		
	В.	NEW NATURAL GAS UND	ER SEC. 102(c)(1)(C) (new onshor	e reservoir)		
		All items requi	ired by Rule 15			
	с.	NEW ONSHORE PRODUCT!	ION WELL UNDER SEC. 103			
		All items requi	ired by Rule 16A or Rule 16B			
	D.	SEC. 107 HIGH-COST N SEAM, AND PRODUCTION	NATURAL GAS (TIGHT FORMATION, DE N ENHANCEMENT)	EP, COAL		
		All items requi	ired by Rule 17(1), Rule 17(2),	Rule 17(4),		
	Ε.	STRIPPER WELL NATURA	AL GAS UNDER SEC. 108			
		. All items requi	ired by Rule 18			
		,	FOR DIVISION	USE ONLY		
I HEREBY CERTIFY THAT THE INFORMATION CONTAINED HEREIN IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF.				7-2 -116,		
			Approved			
			☐ Disapproved			
NAME OF APPL	CANT (Ty	pe or Print)	The information contains	ed herein includes all		
SIGNATURE OF APPLICANT			of the information requi	ired to be filed by the		
SIGNATURE OF MELETCHAI			FERC regulations.			

EXHIBIT "A" CASE NO. 9356 ORDER NO. R-5878-B-4



EMERGY, MINISTREE AND NATIONAL RESOURCES DEPARTMENT
OFL CONSERVATION DIVISION

Form C-132-A Revised 5/16/88

1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Sente Fe, New Mexico 87504-2088 APPLICATION FOR CONTINUED STRIPPER CLASSIFICATION			
APPROPRIATE FILING FEE(S) ENCLOSED? YESNO DATE COMPLETE APPLICATION FILED DATE DETERMINATION MADE WAS APPLICATION CONTESTED? YESNO NAME(S) OF INTERVENOR(S), IF ANY:	FILING FEE(S) - Effective October 1, 1986, a non-refundable filing fee of \$25.00 per category for each application is mandatory. (Rule 2, Order No. R-5878-8-3)	7. Unit Agreement Name  8. Farm or Lease Name		
2. Name of Operator		9. Well No.		
3. Address of Operator		10. Field and Pool, or Wildcat		
4. Location of Well UNIT LETTER LOCATED FEI	12. County			
AND PEET FROM THE LINE OF SEE. TWP. NEE. HMPM				

#### CLASSIFICATION

- Check appropriate box for category sought and information submitted. Enter required information on lines 2 and 3.c., below.
- 2. Filing fee(s), Amount enclosed: \$\_\_\_\_
- 3. All applications must contain the items required by the applicable rule of the Division's "Special Rules for Applications for Wellhead Price Ceiling Category Determinations" as follows:
  - A. Increased production resulting from recognized enhanced recovery techniques
    - All Items required by Rule 19
  - 3. Well is seasonally affected
    - All items required by Rule 20
  - C. Increased production resulting from temporary pressure buildup for the 90-day period ending
    - All items required by Rule 21

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I HEREBY CERTIFY THAT THE INFORMATION CONTAINED	FOR DIVISION USE ONLY
HEREIN IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF.	Approved
	☐ Oisapproved
NAME OF APPLICANT (Type or Print)	The information contained herein includes all of the information required to be filed by the
SIGNATURE OF APPLICANT	applicant under Subpart B of Part 274 of the FERC regulations.
Title	3
Date	EXAMINER

EXHIBIT "B"

CASE NO. 9356

ORDER NO. R-5878-B-4