

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION COMMISSION

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

CASE NO. 8792  
Order No. R-8178

APPLICATION OF NORTHWEST PIPELINE  
CORPORATION TO AMEND OIL CONSERVATION  
DIVISION RULE 403, RULE 1100, RULE 1111,  
AND FORM C-111

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 7 and February 26, 1986, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 24th day of March, 1986, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Northwest Pipeline Corporation, seeks the amendment of Oil Conservation Division (Division) Rule 403, Rule 1100 D (as to Form C-111 only) and Rule 1111, all as shown on Exhibit "A" attached to this order.

(3) The applicant further seeks to amend the title of Division Form C-111 from "Gas Purchaser's Monthly Report" to "Gas Transporter's Monthly Report".

(4) The proposed changes in these rules and the form are necessary to achieve consistency between the Division's General Rules and the Division's General Rules for Prorated Gas Pools adopted April 1, 1986, under the terms of Order No. R-8170.

(5) The proposed amended rules and form should be approved and adopted effective April 1, 1986.

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IT IS THEREFORE ORDERED THAT:

(1) Division Rule 403, Rule 1100 D (as to Form C-111 only, and Rule 1111 are hereby amended to read in their entirety as shown on Exhibit "A" attached to this order and made a part thereof.

(2) Division Form C-111 (sheet 1 and 2), Gas Purchaser's Monthly Report is hereby retitled "Gas Transporter's Monthly Report".

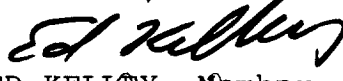
(3) The effective date of this order and of the rule and form changes included herein shall be April 1, 1986.

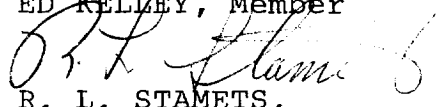
(4) Jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

JIM BACA, Member

  
ED KELLEY, Member

  
R. L. STAMETS,  
Chairman and Secretary

S E A L

STATEWIDE RULES

RULE 403. NATURAL GAS FROM GAS WELLS TO BE MEASURED

All natural gas produced shall be accounted for by metering or other method approved by the Division and reported to the Division by the transporter of the gas. Gas produced from a gas well and delivered to a gas transportation facility shall be reported by the owner or operator of the gas transportation facility. Gas produced from a gas well and required to be reported under this rule, which is not delivered to and reported by a gas transportation facility shall be reported by the operator of the well.

RULE 1100. GENERAL

D. Written Notices, Requests, Permits, and Reports

Form C-111 Gas Transporter's Monthly Report (Sheet 1 and Sheet 2)

RULE 1111. GAS TRANSPORTER'S MONTHLY REPORT (Form C-111)

Form C-111, Gas Transporter's Monthly Report, shall be filed monthly in accordance with the rules below. It shall be postmarked on or before the 15th day of the month to report all gas taken during the preceding month. One copy shall be filed with the appropriate District Office of the Division and one copy with the Santa Fe Office of the Division. One additional copy shall also be sent to the Hobbs Office of the Division. Information on Sheet No. 2 of Form C-111 shall be itemized by pools, by operators, and by leases, in alphabetical order.

Form C-111 shall be filed each month by the operator of any gas gathering system, gas transportation system, recycling system, fuel system, gas lift system, gas drilling operation, etc. The form shall cover all natural gas, casinghead gas, and carbon dioxide gas taken into any such system during the preceding month and shall show the source of the gas and the disposition thereof.

Form C-111 shall also be filed each month by the operator of any gasoline plant, cycling plant, or other plant at which gasoline, butane, propane, kerosene, oil, or other products are extracted from gas within the State of New Mexico. The form shall cover all natural gas, casinghead gas, and carbon dioxide gas taken by any such plant during the preceding month and

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shall show the source of the gas and the disposition thereof. If a plant operator owns more than one plant in a given Division District, Sheet No. 1 of Form C-111 shall be filed for each such plant. In preparing Sheet No. 2, the plant operator shall consolidate all requisitions for all plants in the District, itemized in the order described in the first paragraph of this rule.

Where gas is taken by the producer and utilized by the producer for any of the above uses, the producer shall file Form C-111 itemizing such gas. The producer shall also include this gas on the Operator's Monthly Report, Form C-115. Gas used on the lease from which it was produced for consumption in lease houses, treaters, compressors, combustion engines, and other similar equipment, or gas which is flared, shall also be included on the Form C-115 but is not to be included on the Form C-111.

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EXHIBIT "A"