Entered July 30, 1974 A.P.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE NO. 5178 Order No. R-1670-S

i.

Also See R-333-F-2

APPLICATION OF EL PASO NATURAL GAS COMPANY FOR THE AMENDMENT OF ORDER NO. R-333-F-1 AND ORDER NO. R-1670, SAN JUAN BASIN, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 27, 1974, at Santa Fe, New Mexico, before Daniel S. Nutter.

NOW, on this <u>30th</u> day of July, 1974, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

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

(2) That Rules 8(C)3, 10(B)2, and 10(B)3 of the General Rules and Regulations for Prorated Gas Pools, Northwestern New Mexico, as promulgated by Commission Order No. R-1670, prescribe the effective date for the assignment of an allowable to a newly completed or recompleted well, and this date is dependent upon the date after completion or recompletion, as the case may be, on which the required deliverability and shut-in pressure test is conducted and reported to the Commission.

(3) That the applicant, El Paso Natural Gas Company, seeks the amendment of the aforesaid Order No. R-1670 to extend the time for conducting and reporting deliverability tests on newly completed wells and recompleted wells, from 60 days, as at present, to 90 days.

(4) That the proposed amendment to the aforesaid order is in the interest of conservation, will enhance the expeditious administration of the Commission's Rules, will not cause waste nor impair correlative rights, and should be approved. -2-Case No. 5178 Order No. R-1670-S

(5) That the applicant further seeks certain amendments to Commission Order No. R-333-F-1, Gas Well Testing Rules and Procedures, San Juan Basin, New Mexico, as amended.

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(6) That a separate order, designated R-333-F-2 and amending said Order No. R-333-F-1, as amended, as proposed by the applicant in the instant case, should also be promulgated.

IT IS THEREFORE ORDERED:

(1) That Rule 8(C)3 of Order No. R-1670, General Rules and Regulations for Prorated Gas Pools, Northwestern New Mexico, is hereby amended to read in its entirety as follows:

"3. A date 90 days prior to the date upon which the well's initial deliverability and shut-in pressure test is reported to the Commission on Form C-122-A in conformance with the provisions of the current 'Gas Well Testing Rules and Procedures-San Juan Basin, New Mexico,' whichever date is later."

(2) That Rule 10(B)2 of said Order No. R-1670 is hereby amended to read in its entirety as follows:

"2. A date 90 days prior to the date upon which a well's initial deliverability and shut-in pressure test is reported to the Commission on Form C-122-A in conformance with the provisions of the current 'Gas Well Testing Rules and Procedures-San Juan Basin, New Mexico,' or"

(3) That Rule 10(B)3 of said Order No. R-1670 is hereby amended to read in its entirety as follows:

"3. A date 90 days prior to the receipt and approval of Form C-104 by the Commission's District Office (1000 Rio Brazos Road, Aztec, New Mexico), whichever date is later. (Form C-104 shall specify the exact nature of the workover or remedial work. If the nature of the work cannot be explained on Form C-104, Form C-103 shall also be filed in accordance with Rule 1103 of the Commission's Statewide Rules and Regulations.)"

(4) That this order shall become effective August 1, 1974.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

-3-Case No. 5178 Order No. R-1670-S

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION 7 I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member A. L. PORTER, Jr., Member & Secretary

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