

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

March 1, 1966

C
Seth, Montgomery, Federici & Andrews
P. O. Box 2307
Santa Fe, New Mexico

D
Attention: Mr. Richard S. Morris

P
Administrative Order CTB-152

V
Gentlemen:

Reference is made to your application dated February 4, 1966, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit Tesoro Petroleum Corporation to commingle oil produced from the participating area of the Hoopah Sand Unit with oil produced from its Santa Fe Railroad Lease outside of the participating area of said unit, Hoopah Pool, McKinley County, New Mexico, after separately and continuously metering the production from each lease. It is our understanding that temperature compensated A.O. Smith Meters will be used to meter the production from each area, that a sampler will be installed to determine BSW content in the production from the participating area of the unit, and that an Olin BSW computer will be used to determine BSW content of the production from outside the participating area.

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Under the authority granted me pursuant to Rule 309-B, Tesoro Petroleum Corporation is hereby authorized to commingle the above-described production as proposed, subject to the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters, and provided that you shall notify the Aztec District Office of the Commission at such time as this installation is complete in order that a field inspection may be made of the installation prior to putting it in operation.

Very truly yours,

A. L. PORTER, JR.,
Secretary-Director

ALP:DM:sg

cc: Oil Conservation Commission - Aztec
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe

