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

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

PRE-HEARING TRANSCRIPT

June 27, 2019

Santa Fe, New Mexico

BEFORE: LEONARD LOWE, CHIEF EXAMINER

MICHAEL McMILLAN, TECHNICAL EXAMINER

DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Leonard Lowe, Chief Examiner; Michael McMillan, Technical Examiner; and David K. Brooks, Legal Examiner, on Thursday, June 27, 2019, at the New Mexico Energy, Minerals and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

REPORTED BY: Mary C. Hankins, CCR, RPR

New Mexico CCR #20

Paul Baca Professional Court Reporters 500 4th Street, Northwest, Suite 105

Albuquerque, New Mexico 87102

(505) 843-9241

- 1 (8:24 a.m.)
- 2 EXAMINER LOWE: Good morning. My name is
- 3 Leonard Lowe. Today is June 27th, 2019, Thursday. This
- 4 is Docket Number 22-19. I will be your hearing examiner
- 5 for today.
- I would like to start the hearing to call
- 7 out all the continuances and the dismissals for today.
- 8 Initially, there were 95 cases for the docket today. Of
- 9 the 95, 76 are continued, and six are dismissed, and
- 10 they are going to be as follows:
- 11 On page 1 of 5, the following are
- 12 continued: Case Numbers 20236, 16354, 16355, 20456,
- 13 20457, 20414, 20415, 16488, 16487, 16292.
- 14 On the same -- on the same page, I will
- 15 call out the dismissals. The dismissals will be Case
- 16 Numbers 20442 and 20458, Case Number 20459 and Case
- 17 Number 20254. That concludes page 1.
- 18 Page 2, the continuances are 20489, 20411,
- 19 20424, 20347, 20344, 20346, 20345 and 20210. And then
- 20 Case Number 20267 will be dismissed.
- 21 Page 3, the following are continued:
- 22 20319, 20211, 20491, 20255, 16381, 16414, 20399, 20400,
- 23 20134, 20132, 20133, 20166, 20168, 20167, 20201, 20219,
- 24 20217, 20218 and 20309, 20310 and 20565. Case Number
- 25 16448 will be dismissed. That concludes page 3.

1 Page 4. All the cases on page 4 are

- 2 continued except for 20580. That's all on page 4.
- Page 5, the following cases are continued:
- 4 20232, 20371, 20412, 16467, 16430, 16431, 16489, 20450,
- 5 20451, 20276, 20277 and 20278.
- 6 And that concludes the dismissals and
- 7 continuances as of yesterday evening.
- 8 Is there anything else that anybody wants
- 9 to share?
- 10 MS. SHAHEEN: There are two things I'd like
- 11 to point out. One is with respect to, on page 4, Case
- 12 Numbers 20248 and 20190. I spoke with Mr. Bruce this
- 13 morning, and our understanding is that our clients are
- 14 actually ready to go on July 25th, but there is a note
- 15 about a request for a special docket. But we would like
- 16 to go on July 25th as opposed to -- unless there is a
- 17 need for us to do a special docket. We'd just like to
- 18 clarify.
- 19 EXAMINER LOWE: Which case was that again?
- 20 MS. SHAHEEN: It's on page 4, docket
- 21 Numbers 71 and 82, Case Numbers 20248 and 20190. Those
- 22 are competing proposals, the Lakewood wells, for
- 23 Percussion and Mewbourne.
- 24 EXAMINER LOWE: And you requested for July
- 25 25th?

1 MS. SHAHEEN: Yes. We are prepared to go

- 2 on July 25th. So I just didn't want there to be a
- 3 mix-up that we're waiting to find a special docket
- 4 because my understanding from talking with Mr. Bruce is
- 5 that both Mewbourne and Percussion are ready to go on
- 6 July 25th.
- 7 EXAMINER LOWE: Okay. As far as I know,
- 8 we've kind of -- not setting it, but more than likely
- 9 they turn out to be that way.
- Is that pretty much where it's at?
- MS. SALVIDREZ: It should be heard on July
- 12 25th because we have it here, so you should be good.
- 13 EXAMINER LOWE: So more than likely, you'll
- 14 have your case that day.
- 15 MS. SHAHEEN: Okay. So then on page 1, I
- 16 just wanted to note for the record, docket numbers three
- 17 and four, Case Numbers 16354 and 16355, for Rover, that
- 18 Mr. Bruce and I filed a withdrawal of substitution -- a
- 19 notice of substitution of counsel so that I'll be --
- 20 Sharon Shaheen will be representing Rover going forward
- 21 instead of Mr. Bruce.
- 22 EXAMINER LOWE: Okay. Anything else?
- MR. LARSON: Mr. Examiner, Gary Larson.
- 24 On the last page, Case Number 20412, I've
- 25 withdrawn my appearance for Ridge Runner, and

Page 5 Mr. Padilla has entered his appearance. EXAMINER LOWE: Okay. Okay. If there is not anything else, I want to let you-all know that tomorrow, we're going to be hearing the cases on page 5, the SWD cases. That'll be 20472, 20313, 20314, 20465, 20463, tomorrow at 8:30. We'll be hearing those cases. And that concludes the updates for the docket today. (The prehearing proceedings conclude, 8:32 a.m.)

- 1 STATE OF NEW MEXICO
- 2 COUNTY OF BERNALILLO

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- 4 CERTIFICATE OF COURT REPORTER
- 5 I, MARY C. HANKINS, Certified Court
- 6 Reporter, New Mexico Certified Court Reporter No. 20,
- 7 and Registered Professional Reporter, do hereby certify
- 8 that I reported the foregoing proceedings in
- 9 stenographic shorthand and that the foregoing pages are
- 10 a true and correct transcript of those proceedings that
- 11 were reduced to printed form by me to the best of my
- 12 ability.
- I FURTHER CERTIFY that the Reporter's
- 14 Record of the proceedings truly and accurately reflects
- 15 the exhibits, if any, offered by the respective parties.
- I FURTHER CERTIFY that I am neither
- 17 employed by nor related to any of the parties or
- 18 attorneys in this case and that I have no interest in
- 19 the final disposition of this case.
- 20 DATED THIS 15th day of July 2019.

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MARY C. HANKINS, CCR, RPR
Certified Court Reporter
New Mexico CCR No. 20

Date of CCR Expiration: 12/31/2019
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