STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6680 Order No. R-6165

APPLICATION OF ROBERT C. ANDERSON FOR SURFACE COMMINGLING, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 17, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>2nd</u> day of November, 1979, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Robert C. Anderson, is the operator of three Dakota gas wells in Section 14, Township 31 North, Range 16 West, NMPM, San Juan County, New Mexico, being his Ute Mountain Ute Wells Nos. 1, 3, and 4, located in Units L, F, and J, respectively.
- (3) That said wells are approximately 5 miles removed from the nearest gas transmission line, and the operator of said wells proposes to install a gathering system and production unit, gather the gas from said wells and commingle it, and thence transport it to the transmission line through a three-inch flow line which he is constructing.
- (4) That the ownership of all three wells is identical throughout.

- (5) That the applicant proposes to determine the individual production from each well on the basis of periodic tests which would be conducted by shutting in two wells and metering the production from the third.
- (6) That approval of the application will not cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

- (1) That the applicant, Robert C. Anderson, is hereby authorized to commingle undesignated Dakota gas production from his Ute Mountain Ute Wells Nos. 1, 3, and 4, located in Units L, F, and J, respectively, of Section 14, Township 31 North, Range 16 West, NMPM, San Juan County, New Mexico.
- (2) That the applicant shall install a production unit and orifice meter at his commingling point, and shall ascertain the productive capacity of each well into the pipeline every six months, and shall allocate production to each of the aforesaid wells on the basis of such tests.
- (3) That 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

JOE D. RAMEY

Director

SEAL