CASE 2636: Application of the OCC to change the 1962 REGULAR HEARING DATES FOR OCTOBER AND DECEMBER.

lestion, Transcript,

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico September 13, 1962

REGULAR HEARING

IN THE MATTER OF:

In the matter of the application of the Oil Conservation Commission upon its own motion to change the time and place of certain hearings. The Commission proposes to change the date and place of the October regular hearing to 9:00 o'clock a.m., October 18, 1962, at the Farmington City Hall, 800 Municipal Drive, Farmington, New Mexico. The Commission further proposes to change the date of the December regular hearing to 9:00 o'clock a.m., December 19, 1962,

Morgan Hall, State Land Office Building,

Case 2636

Honorable Edwin L. Mechem BEFORE: Mr. A. L. "Pete" Porter Mr. E. S. "Johnny" Walker

Santa Fe. New Mexico.

TRANSCRIPT OF HEARING

MR. PORTER: We will take up Case 2636. In the matter of the Oil Conservation Commission upon its own motion to change the time and place of certain hearings.

MR. DURRETT: May the Commission please, we would like to call Mr. Dan Nutter as a witness.

(Witness sworn.)



DEARNLEY-MEIER REPORTING SERVICE, Inc.

DAN NUTTER

called as a witness, having been first duly sworn, testified as follows:

DIRECT EXAMINATION

BY MR. DURRETT:

- Will you please state your full name and position? Q
- Dan Nutter, Chief Engineer for the Oil Conservation A Commission.
- Mr. Nutter, are you familiar with the circumstances surrounding this Case No. 2636?
 - Yes, sir, I am.
- For what reason does the Commission desire to change these dates as stated on the docket?
- Referring first to the hearing for October 18, the New Mexico Oil and Gas Association will be having its meeting here in Santa Fe concluding on the 17th of October. There will be somewhat of a conflict inasmuch as the hearing in October will be out of town. For that reason it is recommended that the date of the hearing be changed to October 18 and that the place of the hearing be designated as 800 Municipal Drive in the Farmington City Hall, Farmington, New Mexico.
- Do you have anything further you would like to add, Mr. Nutter?



19

The former date of the hearing was October 17, 1962, and the place was advertised as this hall in Santa Fe.

MR. DURRETT: May the Commission please, that will conclude my direct examination of this witness.

- That's the first portion regarding October only.
- (By Mr. Durrett) Excuse me, please continue then with December.

Inasmuch as there would be a conflict with the meeting Á of the Inter-State Oil Compact Commission in December, which meeting is scheduled for December 10th, 11th and 12th, and with the hearing of the Oil Conservation Commission as advertised for December the 13th, it is recommended that the date of the hearing for December be changed to December 19 from the 13th. The place of the hearing has not been changed and would be at the State Land Office Building, Santa Fe, New Mexico, as previously advertised.

- Do you have anything further, Mr. Nutter? Q
- No. sir.

MR. PORTER: Does anyone have a question concerning the hearing dates? Is there any objection to the changing of these dates? The witness may be excused.

(Witness excused.)

MR. PORTER: If there's nothing further to be offered



DEARNLEY-MEIER REPORTING SERVICE, Inc.

in Case 2636 the Commission will take it under advisement. In fact, the hearing dates will be changed to the dates which were recommended by Mr. Nutter. Bear in mind that the October hearing will be held in Farmington. The hearing will be held in the City Hall in Farmington, which is officially 800 Municipal Drive.

STATE OF NEW MEXICO)

COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 9th day of October, 1962.

Notary Public-Court Reporter

My commission expires: June 19, 1963.

ALBUQUEROUE, N. PHONE 243.669



BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL COMSERVATION COMMISSION OF NEW MEXICO FOR THE FURPOSE OF CONSIDERING:

> CASE No. 2636 Order No. R-2316

APPLICATION OF THE OIL CONSERVATION COMMISSION, ON ITS OWN MOTION, TO CHANGE THE DATE AND PLACE OF THE OCTOBER REGULAR COMMISSION HEARING AND TO CHANGE THE DATE OF THE DECEMBER REGULAR COMMISSION HEARING.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 13, 1962, 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 September, 1962, the Commission, a quorum being present, having considered the testimony presented at said hearing, and being otherwise 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 the date of the October Regular Commission Hearing should be changed from October 17, 1962, to October 18, 1962, in order to avoid a conflict with a meeting of the New Mexico Oil and Gas Association, and that the October Regular Commission Hearing should be held at 9 o'clock a.m., October 18, 1962, Farmington City Hall, 800 Municipal Drive, Farmington, New Mexico.
- (3) That the date of the December Regular Commission Hearing should be changed from December 13, 1962, to December 19, 1962, in order to avoid a conflict with a meeting of the Interstate Oil Compact Commission, and that the December Regular Commission Hearing should be held at 9 o'clock a.m., December 19, 1962, Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

-2-CASE No. 2636 Order No. R-2316

IT IS THEREFORE ORDERED:

- (1) That the date of the October Regular Commission Hearing is hereby changed from October 17, 1962, to 9 o'clock a.m., October 18, 1962, and that the October Regular Commission Hearing shall be held at the Farmington City Hall, 800 Municipal Drive, Farmington, New Mexico.
- (2) That the date of the December Regular Commission Hearing is hereby changed from December 13, 1962, to 9 o'clock a.m., December 19, 1962, and that the December Regular Commission Hearing shall be held at Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

Edwalker Member 0

A. L. PORTER, Jr., Member & Secretary

Weller .

A

In the matter of the application of the Oil Conservation Commission upon its sown mation to change the time and place of sertain hearings. The Commission prapares to change the material of the tagalar October regular hearing to 9:00 and sclock and, October 18, 1962 at the Tarmington, their mexico. The Commission further proposes to change the Idate of the December 19, 1962, margan Hall, Stace of and Office Building, Hanta Je, lumburgeth.

DOCKET: REGULAR HEARING - THURSDAY - SEPTEMBER 13, 1962

OIL CONSERVATION COMMISSION - 9 A.M., MORGAN HALL, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

ALLOWABLE:

- (1) Consideration of the oil allowable for October, 1962.
- (2) Consideration of the allowable production of gas for October, 1962, from ten prorated pools in Lea and Eddy Counties, New Mexico, also consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for October, 1962.

CASE 2636:

In the matter of the application of the Oil Conservation Commission upon its own motion to change the time and place of certain hearings. The Commission proposes to change the date and place of the October regular hearing to 9:00 o'clock a.m., OCTOBER 18, 1962, at the FARMINGTON CITY HALL, 800 MUNICIPAL DRIVE, FARMINGTON, NEW MEXICO.

The Commission further proposes to change the date of the December regular hearing to 9:00 o'clock a.m., December 19, 1962, Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

CASE 2049:

(Reopened and Continued)
Application of the Gil Conservation Commission on its own motion to reconsider the special rules and regulations for the Devils Fork-Gallup Pool, Rio Arriba County, New Mexico. Case 2049 will be reopened pursuant to Order No. R-1670-B to permit interested parties to appear and present testimony relative to the effectiveness of the special rules and

regulations for the Devils Fork-Gallup Pool.

CASE 25048

(Rehearing)

Application of Consolidated Oil & Gas Inc., for an amendment of Order No. R-1670-C, changing the allocation formula for the Basin-Dakota Gas Pool, San Juan, Rio Arriba and Sandoval Counties, New Mexico. Applicant seeks an amendment of Order No. R-1670-C to establish an allocation formula based 60% on acreage and 40% on acreage times deliverability. The Commission will hear opening statements and under the provisions of Rule 1214, and Rule 1215, may refer the presentation of evidence concerning recoverable reserves in the Basin-Dakota Gas Pool to Daniel S. Nutter, duly appointed examiner, or A. L. Porter, Jr., alternate examiner. The Commission would then hear all closing arguments.

Docket No. 27-62

CASE-2637:

Southeastern New Mexico nomenclature case calling for an order creating, changing vertical limits, changing pool name and extending certain pools in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico.

(a) Create a new oil pool for Upper-Pennsylvanian production designated as the North Bagley Upper-Pennsylvanian Pool and described as:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM Section 15: SE/4

Special Vertical Limits, Top pool at -4783 feet subsea, bottom of pool at -5727 feet subsea, as in Texas Pacific Coal and Oil Company's J. P. Collier Well No. 1, Unit F of Section 10, Township 11 South, Range 33 East, NMPM.

(b) Create a new pool classified as an oil pool for Lower-Pennsylvanian production, designated as the North Bagley Lower-Pennsylvanian Pool, and described as:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM

Section 10: W/2

Section 15: W/2

Section 16: S/2

Special Vertical Limits, top pool at -5727 feet subsea, bottom of pool at the base of the Pennsylvanian Formation, as in Texas Pacific Coal and Oil Company's J. P. Collier Well No. 1, Unit F of Section 10, Township 11 South, Range 33 East, NMPM.

(c) Create a new oil pool for Seven Rivers production, designated as the Car-Seven Rivers Pool, and described as:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 21: NE/4

(d) Create a new oil pool for Paddock production, designated as the Fren-Paddock Pool, and described as:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM Section 21: NE/4

Docket No. 27-62

(e) Create a new oil pool for Queen production, designated as the West Hume-Queen Pool, and described as:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM Section 15: NE/4

(f) Create a new oil pool for San Andres production, designated as the Round Tank-San Andres Pool, and described as:

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM Section 30: NW/4

(g) Abolish the North Bagley-Pennsylvanian Pool, described as:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM Section 10: W/2

Section 10: W/2 Section 15: W/2 Section 16: S/2

(h) Abolish the North Double X-Delaware Pool, described as:

TOWNSHIP 24 SOUTH, RANGE 32 EAST, NMPM Section 11: SE/4

(i) Extend the vertical limits of the North Burton-Atoka Gas Pool to include the Pennsylvanian formation and change the Pool name to North Burton-Pennsylvanian Pool inasmuch as pool is producing from the Morrow and Pennsylvanian formations, and described as:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 32: NW/4

(j) Extend the Double X-Delaware Pool to include:

TOWNSHIP 24 SOUTH, RANGE 32 EAST, NMPM

Section 11: SE/4 Section 14: N/2 Section 15: NE/4

(k) Extend the Drinkard Pool to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 2: SE/4

- (1) Extend the Empire-Abo Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
 Section 29: SE/4
- (m) Extend the Grayburg-Jackson Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
 Section 30: SE/4
- (n) Extend the North Hackberry-Yates Pool to include:

 TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM
 Section 31: NW/4 NW/4
- (o) Extend the Jackson-Abo Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM
 Section 22: S/2 NE/4
- (p) Extend the Lea-Devonian Pool to include:

 TOWNSHIP 20 SOUTH, RANGE 34 EAST, NMPM
 Section 13: NE/4
- (q) Extend the Medicine Rock-Devonian Pool to include:

 TOWNSHIP 15 SOUTH, RANGE 38 EAST, NMPM
 Section 14: SW/4
 Section 15: SE/4
 Section 22: NW/4
- (r) Extend the Mescalero-San Andres Pool to include:

 TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM
 Section 14: W/2
 Section 23: W/2
- (s) Extend the Milnesand-San Andres Pool to include:

 TOWNSHIP 8 SOUTH, RANGE 35 EAST, NMPM
 Section 18: SE/4
- (t) Extend the Paduca-Delaware Pool to include:

 TOWNSHIP 25 SOUTH, RANGE 32 EAST, NMPM
 Section 10: SE/4

- (1) Extend the Empire-Abo Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
 Section 29: SE/4
- (m) Extend the Grayburg-Jackson Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
 Section 30: SE/4
- (n) Extend the North Hackberry-Yates Pool to include:

 TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM
 Section 31: NW/4 NW/4
- (o) Extend the Jackson-Abo Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM
 Section 22: S/2 NE/4
- (p) Extend the Lea-Devonian Pool to include:

 TOWNSHIP 20 SOUTH, RANGE 34 EAST, NMPM
 Section 13: NE/4
- (q) Extend the Medicine Rock-Devonian Pool to include:

TOWNSHIP 15 SOUTH, RANGE 38 EAST, NMPM Section 14: SW/4 Section 15: SE/4 Section 22: NW/4

- (r) Extend the Mescalero-San Andres Pool to include:
 - TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM Section 14: W/2 Section 23: W/2
- (s) Extend the Milnesand-San Andres Pool to include:

 TOWNSHIP 8 SOUTH, RANGE 35 EAST, NMPM
 Section 18: SE/4
- (t) Extend the Paduca-Delaware Pool to include:

 TOWNSHIP 25 SOUTH, RANGE 32 EAST, NMPM

Section 10: SE/4

Docket No. 27-62

(u) Extend the Salado Draw-Delaware Pool to include:

TOWNSHIP 26 SOUTH, RANGE 33 EAST, NMPM Section 10: SE/4
Section 15: E/2

(v) Extend the Vacuum-Abo Pool to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 25: S/2
Section 26: S/2 NE/4

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 12: E/2 SE/4

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM Section 7: N/2 SW/4

CASE 2638: Northwestern New Mexico Nomenclature case calling for an order extending existing pools in Rio Arriba, Sandoval and San Juan Counties, New Mexico.

(a) Extend the South Blanco-Pictured Cliffs Pool to include:

TOWNSHIP 23 NORTH, RANGE 1 WEST, NMPM

Section 6: SW/4
Section 7: All
Section 18: All
Section 19: NW/4

TOWNSHIP 23 NORTH, RANGE 2 WEST, NMPM Section 1: NE/4

TOWNSHIP 24 NORTH, RANGE 1 WEST, NMPM Section 31: All Section 33: S/2

(b) Extend the Tapacito-Pictured Cliffs Pool to include:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM Section 6: E/2 Section 7: NE/4

(c) Extend the Bisti-Lower Gallup Oil Pool to include:

TOWNSHIP 25 NORTH, RANGE 13 WEST, NMPM Section 2: NE/4

iqq/

DRAFT

JMD/esr September 20, 1962

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. 2636

Order No. R- 23/6

ALBERT OF BURREL SE

COMMISSION OF NEW
THE PURPOSE OF COI

APPLICATION OF THE OIL CONSERVATION COMMISSION, ON ITS OWN MOTION, TO CHANGE THE DATE AND PLACE OF THE OCTOBER REGULAR COMMISSION HEARING AND TO CHANGE THE DATE OF THE DECEMBER REGULAR COMMISSION HEARING.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 13 1962, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission,"

NOW, on this day of <u>September</u>, 1962 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:

- (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 the date and place of the October Regular Commission Hearing should be changed from October 17, 1962, to 9 o'clock a.m., October 18, 1962, in order to avoid a conflict with a meeting of the New Mexico Oil and Gas Association, and that the October 9 o'clock a.m., October 18, 1962, Regular Commission Hearing should be held at the Farmington City Hall, 800 Municipal Drive, Farmington, New Mexico.
- (3) That the date of the December Regular Commission Hearing should be changed from December 13,1962, to December 19, 1962, in order to avoid a conflict with a meeting of the Interstate Oil Compact Commission, and that the December Regular Commission Hearing should be held at 9 o'clock a.m., December 19, 1962, Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

IT IS THEREFORE ORDERED:

- (1) That the date of the October Regular Commission Hearing is hereby changed from October 17, 1962, to 9 o'clock a.m., October 18, 1962, and that the October Regular Commission Hearing shall be held at the Farmington City Hall, 800 Municipal Drive, Farmington, New Mexico.
- (2) That the date of the December Regular Commission Hearing is hereby changed from December 13, 1962, to 9 o'clock a.m., December 19, 1962, and that the December Regular Commission Hearing shall be held at Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

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