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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. 4649 Order No. R-333-G

APPLICATION OF THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION FOR THE AMENDMENT OF THE GAS WELL TESTING PROCEDURES PROMULGATED BY ORDER NO. R-333-F FOR NORTHWEST NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 19, 1972, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>lst</u> day of February, 1972, 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 there is need for a number of amendments to Order R-333-F, heretofore entered by the Commission, said order outlining the testing procedure for gas wells completed in San Juan, Rio Arriba, McKinley, and Sandoval Counties, New Mexico.

(3) That the following amendments should be adopted, in the interests of conservation.

IT IS THEREFORE ORDERED:

(1) That Sub-Section B. of Chapter I, Section 2, Order No. R-333-F, is hereby amended to read as follows: -2-CASE NO. 4649 Order No. R-333-G

"All Annual Deliverability and Shut-In Pressure Tests required by these rules must be filed with the Commission's Aztec office and with the appropriate gas transportation facility within 60 days following the completion of each test. Provided however, that any test completed between December 1 and December 31 must be filed not later than January 10. Failure to file any test within the above-prescribed times will subject the well to the loss of one day's allowable for each day the test is late. No extension of time for filing tests beyond January 10 will be granted except after notice and hearing."

(2) That Paragraph 2 of Sub-Section A of Chapter I, Section 3, of Order No. R-333-F, is hereby amended to read as follows:

"The gas transportation facility shall be notified immediately by any operator unable to conduct any test as scheduled. In the event a well is not tested in accordance with the test schedule, the well shall be re-scheduled by the gas transportation facility, and the Commission and the operator of the well so notified in writing. Notice to the Commission must be received prior to the conclusion of the 14-day conditioning period. Notice to the Commission of shut-in pressure tests which are scheduled at a time other than immediately following the flow test must be received prior to the time that the well is shut-in."

(3) That Paragraph nine of Chapter II, Section 2 of Order No. R-333-F is hereby amended to read as follows:

"To obtain the shut-in pressure of a well under test, the well shall be shut in some time during the annual testing season for a period of seven to fourteen consecutive days. Such shut-in pressure shall be measured during the eighth to fifteenth day following shutting in of the well. The 7-day shut-in pressure shall be measured on both the tubing and the casing when communication exists between the two strings. The higher of such pressures shall be used as P_C in the deliverability calculation. When any such shut-in pressure is determined by the Commission to be abnormally low, the shut-in pressure to be used shall be determined by one of the following methods:" -3-CASE NO. 4649 Order No. R-333-G

- 1. A Commission-designated value.
- 2. An average shut-in pressure of all offset wells completed in the same zone.
- 3. A calculated surface pressure based on a measured bottom-hole pressure. Such calculation shall be made in accordance with the New Mexico Oil Conservation Commission "Back Pressure Manual," Example No. 7.

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

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

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STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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

BRUCE KING, Chairman

ALEX J. ARMIJO, Member

U.L. Varter.

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