State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Adrienne Sandoval, Director Oil Conservation Division



April 2, 2019

Administrative Order PLC-559
AMENDS ADMINISTRATIVE ORDER PLC-142-10

OXY USA WTP LIMITED PARTNERSHIP

Attention: Ms. Sandra Musallam

Pursuant to your application received on March 11, 2019, OXY USA WTP Limited Partnership (OGRID 192463) is hereby authorized to surface commingle oil and gas production from the following pools located in Township 20 South, Range 38 East, NMPM, Lea County, New Mexico:

NADINE; TUBB, WEST	(47530)
SKAGGS; GRAYBURG	(57380)
SKAGGS; DRINKARD	(57000)
BLINEBRY OIL AND GAS (OIL)	(6660)
SKAGGS; ABO, EAST	(56630)
NADINE; PADDOCK-BLINEBRY, WEST	(47400)
WARREN; MCKEE	(63270)
WARREN; ABO, WEST	(62940)

and from wells, and their associated leases and pools identified in Attachment A and made part of this order. These wells are located in Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

Commingled oil and gas production from the wells shall be measured and sold at the McKee Unit Central Tank Battery (CTB), located in Unit H of Section 18, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from the wells in this application shall be measured with a combination of metering and well testing. The wells in this application shall share a production tester. The Warren McKee will flow through a production header to either the test or production separator. The MJ Raley and Fred Turner wells shall flow dedicated production header to the tester or production or the production separator. Each well shall be tested at least once a month.

The allocation meters shall be calibrated quarterly in accordance with Division Rule 19.15.12.10.C (2) NMAC.

For future additions of wells and leases to this commingling operation, notice shall only be given to those interest owners in the wells and leases to be added, in accordance with Division Rule 19.15.12.10 C (4) (g) NMAC.

Subsequent wells within leases approved by this order may be added to this administrative surface commingle application with a Sundry notice to the Engineering Bureau.

This administrative order supersedes administrative order PLC 142-10, issued on August 8, 2017. The Fred Turner Jr C Well No. 1 has been recompleted to the Skaggs; Grayburg Pool, and the Warren McKee Well No. 112 has been removed.

This installation shall be installed and operated in accordance with the applicable Division Rules.

It is the responsibility of the producer to notify the transporter of this commingling authority.

The Operator shall notify the transporter of this commingling authority and the Hobbs District Office prior to implementation of commingling operations.

Adrienne Sandoval Director

AS/mam

cc:

Oil Conservation Division District Office – Hobbs

Attachment A: Warren McKee Wells

Well Name	API	Spacing Unit	POOL	POOL CODE	DHC#
Warren McKee 501	30-025-07756	SW/4 SE/4 of Section 7	WARREN; MCKEE	63270	N/A
M J Raley 2	30-025-07757	SW/4 SW/4 of Section 8	SKAGGS;ABO, EAST	56630	2862
M J Raley 2			NADINE;PADDOCK-BLINEBRY, WEST	47400	2862
M J Raley 2			SKAGGS;DRINKARD	57000	2862
M J Raley 3	30-025-36777	SE/4 SW/4 of Section 8	NADINE; TUBB, WEST	47530	1150
M J Raley 3			NADINE;PADDOCK-BLINEBRY, WEST	47400	1150
M J Raley 3			SKAGGS;DRINKARD	57000	1150
M J Raley 1	30-025-07783	NW/4 NW/4 of Section 17	NADINE;PADDOCK-BLINEBRY, WEST	47400	N/A
Fred Turner Jr C 2	30-025-37059	SW/4 NW/4 of Section 17	NADINE; TUBB, WEST	47530	3508
Fred Turner Jr C 2			NADINE;PADDOCK-BLINEBRY, WEST	47400	3508
Fred Turner Jr C 2			SKAGGS;DRINKARD	57000	3508
Fred Turner Jr C 2			WARREN;ABO, WEST	62940	3508
M J Raley B 1	30-025-36776	NE/4 NW/4 of Section 17	NADINE;PADDOCK-BLINEBRY, WEST	47400	1080
M J Raley B 1			SKAGGS;DRINKARD	57000	1080
Warren McKee 142	30-025-07784	NW/4 SW/4 of Section 17	WARREN; MCKEE	63270	N/A
Fred Turner Jr C 1	30-025-07782	SW/4 NW/4 of Section 17	SKAGGS;GRAYBURG	57380	N/A
Warren McKee 141	30-025-07789	SW/4 SW/4 of Section 17	WARREN;MCKEE	63270	N/A
Fred Turner Jr A 003	30-025-07786	SE/4 SE/4 of Section 18	SKAGGS;DRINKARD	57000	N/A
Fred Turner Jr A 007	30-025-07793	SE/4 NE/4 of Section 18	SKAGGS;DRINKARD	57000	N/A
Fred Turner Jr A 005	30-025-07788	SW/4 NE/4 of Section 18	SKAGGS;GRAYBURG	57380	N/A
Fred Turner Jr A 006	30-025-07790	NW/4 SE/4 of Section 18	SKAGGS;GRAYBURG	57380	N/A
Fred Turner Jr A 008	30-025-07791	SE/4 SE/4 of Section 18	SKAGGS;GRAYBURG	57380	N/A
Fred Turner Jr A 014	30-025-21919	NE/4 SE/4 of Section 18	SKAGGS;GRAYBURG	57380	N/A
Fred Turner Jr A 013	30-025-07809	NE/4 NE/4 of Section 19	BLINEBRY OIL AND GAS (OIL)	6660	3139
Fred Turner Jr A 013			NADINE; TUBB, WEST	47530	3139
Fred Turner Jr A 119	30-025-07792	NW/4 SE/4 of Section 18	NADINE;TUBB, WEST	47530	3273
Fred Turner Jr A 119			SKAGGS;ABO, EAST	56630	3273
Fred Turner Jr A 119			SKAGGS;DRINKARD	57000	3273
M J Raley A 1	30-025-07781	NE/4 NE/4 of Section 18	SKAGGS;ABO, EAST	56630	3119
M J Raley A 1			NADINE;PADDOCK-BLINEBRY, WEST	47400	311
Warren McKee 132	30-025-07827	NW/4 NW/4 of Section 20	WARREN;MCKEE	63270	N/A