

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

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS  
COMMISSION HEARING - ADOPTION OF MINUTES

July 17, 2014

Santa Fe, New Mexico

RECEIVED OOD  
2014 JUL 21 P 2:47

BEFORE: JAMI BAILEY, CHAIRPERSON  
TERRY WARNELL, COMMISSIONER  
ROBERT S. BALCH, COMMISSIONER  
BILL BRANCARD, ESQ.

This matter came on for hearing before the New Mexico Oil Conservation Commission on Thursday, July 17, 2014, 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 (9:00 a.m.)

2 CHAIRPERSON BAILEY: Good morning. This is  
3 the meeting of the Oil Conservation Commission on  
4 Thursday, July 17th, 2014, in Porter Hall, in Santa Fe,  
5 New Mexico.

6 To my right is Terry Warnell, who is the  
7 designee of the Commissioner of Public Lands.

8 To my left is Dr. Robert Balch, who is the  
9 designee of the Secretary of Energy, Minerals and  
10 Natural Resources Department.

11 I am Jami Bailey, the Director of the Oil  
12 Conservation Department.

13 And to Dr. Balch's left is Bill Brancard,  
14 who is our counsel today.

15 We have a quorum.

16 First up would be the minutes of the June  
17 19th Commissioner meeting.

18 Commissioners, have you had a chance to  
19 look at the minutes of the June 19th meeting?

20 COMMISSIONER BALCH: I have.

21 COMMISSIONER WARNELL: Yes.

22 CHAIRPERSON BAILEY: Do I hear a motion to  
23 sign this on behalf of the Commission?

24 COMMISSIONER BALCH: I will make that  
25 motion.

1                   COMMISSIONER WARNELL: I second that  
2 motion.

3                   CHAIRPERSON BAILEY: All those in favor?

4                   (Ayes are unanimous.)

5                   (The proceedings conclude, 9:03 a.m.)

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

1 STATE OF NEW MEXICO  
2 COUNTY OF BERNALILLO

3

4 CERTIFICATE OF COURT REPORTER

5 I, MARY C. HANKINS, New Mexico Certified  
6 Court Reporter No. 20, and Registered Professional  
7 Reporter, do hereby certify that I reported the  
8 foregoing proceedings in stenographic shorthand and that  
9 the foregoing pages are a true and correct transcript of  
10 those proceedings that were reduced to printed form by  
11 me to the best of my ability.

12 I FURTHER CERTIFY that the Reporter's  
13 Record of the proceedings truly and accurately reflects  
14 the exhibits, if any, offered by the respective parties.

15 I FURTHER CERTIFY that I am neither  
16 employed by nor related to any of the parties or  
17 attorneys in this case and that I have no interest in  
18 the final disposition of this case.

19

20



21

MARY C. HANKINS, CCR, RPR  
Paul Baca Court Reporters, Inc.  
New Mexico CCR No. 20  
Date of CCR Expiration: 12/31/2014

22

23

24

25

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

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

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

ORIGINAL

APPLICATION OF DCP MIDSTREAM, LP  
FOR AUTHORIZATION TO INJECT ACID  
GAS INTO THE ARTESIA AGI #2 WELL,  
SECTION 7, TOWNSHIP 18 SOUTH,  
RANGE 28 EAST, N.M.P.M., EDDY  
COUNTY, NEW MEXICO.

CASE NO. 15127

REPORTER'S TRANSCRIPT OF PROCEEDINGS  
COMMISSION HEARING  
July 17, 2014  
Santa Fe, New Mexico

BEFORE: JAMI BAILEY, CHAIRPERSON  
TERRY WARNELL, COMMISSIONER  
ROBERT S. BALCH, COMMISSIONER  
BILL BRANCARD, ESQ.

2014 JUL 21 P 2:48  
RECEIVED OGD

This matter came on for hearing before the  
New Mexico Oil Conservation Commission on Thursday,  
July 17, 2014, 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 (9:03 a.m.)

2 CHAIRPERSON BAILEY: Next up is an order of  
3 the Commission in Case 15127, which was the matter of an  
4 application of DCP Midstream, LP for authorization to  
5 inject acid gas into the Artesia AGI #2 well in Eddy  
6 County, New Mexico.

7 Mr. Brancard, did you say that this order  
8 is consistent with other orders that we have issued for  
9 acid gas injection wells?

10 MR. BRANCARD: Yes, Madam Chair. DCP  
11 prepared a draft order, and I tried to make it  
12 consistent with the conditions we've had in previous  
13 orders, along with the conditions that the parties  
14 agreed to at the hearing. And I believe we've achieved  
15 that. And we also proofread it for all possible little  
16 mistakes, so we can avoid happening what happened last  
17 time.

18 CHAIRPERSON BAILEY: No nunc pro tuncs.

19 MR. BRANCARD: That's right.

20 CHAIRPERSON BAILEY: All right.

21 Commissioners, have you had a chance to look at the  
22 final draft that was as of yesterday afternoon?

23 COMMISSIONER BALCH: I have.

24 COMMISSIONER WARNELL: I have.

25 CHAIRPERSON BAILEY: Do I hear a motion for

1 us to adopt this order in Case 15127?

2 COMMISSIONER BALCH: I make that motion.

3 COMMISSIONER WARNELL: I second the motion.

4 CHAIRPERSON BAILEY: All those in favor?

5 (Ayes are unanimous.)

6 CHAIRPERSON BAILEY: We have signed it and  
7 transmitted it to the secretary of the Commission.

8 (Case Number 15127 concludes, 9:04 a.m.)

9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

1 STATE OF NEW MEXICO  
2 COUNTY OF BERNALILLO

3

4 CERTIFICATE OF COURT REPORTER

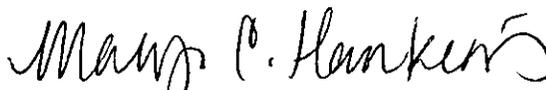
5 I, MARY C. HANKINS, New Mexico Certified  
6 Court Reporter No. 20, and Registered Professional  
7 Reporter, do hereby certify that I reported the  
8 foregoing proceedings in stenographic shorthand and that  
9 the foregoing pages are a true and correct transcript of  
10 those proceedings that were reduced to printed form by  
11 me to the best of my ability.

12 I FURTHER CERTIFY that the Reporter's  
13 Record of the proceedings truly and accurately reflects  
14 the exhibits, if any, offered by the respective parties.

15 I FURTHER CERTIFY that I am neither  
16 employed by nor related to any of the parties or  
17 attorneys in this case and that I have no interest in  
18 the final disposition of this case.

19

20



21

MARY C. HANKINS, CCR, RPR  
Paul Baca Court Reporters, Inc.  
New Mexico CCR No. 20  
Date of CCR Expiration: 12/31/2014

22

23

24

25