

NEW MEXICO OIL CONSERVATION COMMISSION

COMMISSION HEARING

SANTA FE, NEW MEXICO

Hearing Date _____

DECEMBER 14, 1995

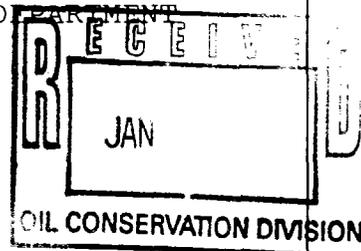
Time: 9:00 A.M.

NAME	REPRESENTING	LOCATION
William A. Sam	Campbell, Sam + Suzanne	Santa Fe
DAVE BONEAU Scott Lansdown Aerie Naughton	VALTE PETROLEUM CORPORATION Exxon Unit Petroleum Company	ARTESIA Midland Tulsa OK
DAVE CANTRELL	EXXON	HOUSTON, TX
Gilbert Beuhler	Exxon	Houston, TX
JOE B. THOMAS	EXXON	MIDLAND, TX
Bill Duncan	"	"
Ron Mayhew	"	"
Kellahin	Kellahin/Kellahin	Santa Fe
James Buer	Hinkle Law Firm	SF
John ...	Bay
Terry Payne	Premier	Austin, TX

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION COMMISSION



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

CASE NO. 11,354

HEARING CALLED BY THE OIL CONSERVATION)
 DIVISION ON ITS OWN MOTION)

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

COMMISSION HEARING

BEFORE: WILLIAM J. LEMAY, CHAIRMAN
 WILLIAM WEISS, COMMISSIONER
 JAMI BAILEY, COMMISSIONER

December 14th, 1995

Santa Fe, New Mexico

This matter came on for hearing before the Oil Conservation Commission on Thursday December 14th, 1995, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

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I N D E X

December 14th, 1995
Commission Hearing
CASE NO. 11,354

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* * *

A P P E A R A N C E S

FOR THE COMMISSION:

MARGARET CORDOVANO
Assistant General Counsel
Energy, Minerals and Natural Resources Department
2040 South Pacheco
Santa Fe, New Mexico 87505

FOR THE OIL CONSERVATION DIVISION:

RAND L. CARROLL
Attorney at Law
Legal Counsel to the Division
2040 South Pacheco
Santa Fe, New Mexico 87505

* * *

1 WHEREUPON, the following proceedings were had at
2 9:08 a.m.:

3 CHAIRMAN LEMAY: We will now call Case 11,354,
4 which is the Application of the Oil Conservation Division
5 on a motion to permit the operator, Nerdhlic Company to
6 show cause why they should not plug various wells.

7 Appearances in this case?

8 MR. CARROLL: Yes, Mr. Chairman, Rand Carroll on
9 behalf of the Oil Conservation Division.

10 Mr. Ernie Padilla, counsel for Nerdhlic,
11 requested a continuance, which I've agreed to, so I ask
12 this case be continued to January 18th, 1996.

13 CHAIRMAN LEMAY: Are there any objections to a
14 continuance? If not, Case 11,354 will be continued to the
15 January 18th, 1996 hearing.

16 I would also like to indicate, before calling the
17 next case, that our next hearing case will be January 18th,
18 for those of you that didn't get the docket for 1996.

19 Also, the February hearing, which will be
20 February -- Okay, I have that somewhere. I think that was
21 given out. I just want to -- February 15th, I think, is
22 the date.

23 All right, February 15th will be our proration
24 hearing. Those of you that were involved in the proration
25 hearing a year ago probably missed our proration hearing in

1 August because we didn't have one. But we are going to
2 have one the 18th. We used the evidence on the February,
3 1995, hearing, to write the proration order for the second
4 period of 1995. What we will be doing is taking testimony
5 for the proration hearing, which we anticipate will be a
6 half a day.

7 And then we'll have what we've had before or
8 started last year, which was the industry speaks-
9 Commissioner listens format. So those of you that have
10 some ideas how we could do a better job or how the Division
11 -- changes you'd like to see instituted, procedurally or
12 otherwise, bring those ideas before us.

13 I think it went over pretty well last time. At
14 least, the comments we heard were very positive in that
15 regard. So we'll try it again, unless there's objection to
16 that.

17 Does anyone have any comment on that format that
18 we used last year that we plan to incorporate again this
19 coming year?

20 I see you shaking your heads, so I assume you
21 assume it was a worthwhile endeavor. So we'll do that
22 again in the February 15th hearing, have a joint session:
23 proration, plus you all line up your ideas and bring them
24 to us.

25 That being the -- That was a fairly short

1 business meeting, 12 minutes. Hope it won't interfere.

2 We're just getting more organized and more in conformity
3 with the open-meeting laws.

4 (Thereupon, these proceedings were concluded at
5 9:12 a.m.)

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CERTIFICATE OF REPORTER

STATE OF NEW MEXICO)
) ss.
 COUNTY OF SANTA FE)

I, Steven T. Brenner, Certified Court Reporter and Notary Public, HEREBY CERTIFY that the foregoing transcript of proceedings before the Oil Conservation Commission was reported by me; that I transcribed my notes; and that the foregoing is a true and accurate record of the proceedings.

I FURTHER CERTIFY that I am not a relative or employee of any of the parties or attorneys involved in this matter and that I have no personal interest in the final disposition of this matter.

WITNESS MY HAND AND SEAL December 17th, 1995.


 STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 1998