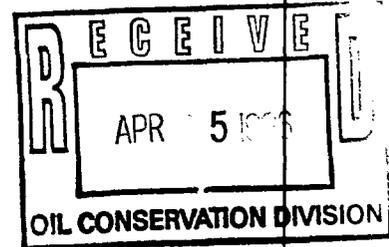


STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION COMMISSION

CASE NOS. 11,352, 11,468, 11,298



CONTINUED AND DISMISSED CASES

CASES AWAITING FINAL COMMISSION ACTION

TRANSCRIPT OF PROCEEDINGS

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

April 11th, 1996

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, WILLIAM J. LEMAY, Chairman, on Thursday, April 11th, 1996, 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.

* * *

STEVEN T. BRENNER, CCR
(505) 989-9317

1 WHEREUPON, the following proceedings were had at
2 9:00 a.m.:

3 CHAIRMAN LEMAY: Good morning, this is the Oil
4 Conservation Commission. My name is Bill LeMay, Chairman
5 of the Commission. To my left is Commissioner Bill Weiss,
6 to my right Commissioner Jami Bailey representing the
7 Commissioner of Public Lands. Welcome to our meeting
8 today.

9 We shall start by calling Case Number 11,352,
10 which is the matter called by the Oil Conservation Division
11 to amend Rule 116 of the General Rules and regulations.

12 My understanding is that this case will be
13 continued. Is there a date which you want this case
14 continued to?

15 MS. ANDREWS: I'm not sure -- I'm Ruth Andrews --

16 CHAIRMAN LEMAY: Yes, Ruth?

17 MS. ANDREWS: -- New Mexico Oil and Gas. I'm not
18 sure what date has been set. Roger, have you been told
19 where we're headed?

20 MR. ANDERSON: There wasn't anything discussed at
21 the Committee as to how long it was going to take to
22 continue -- to finish the work.

23 MS. ANDREWS: We're at a fairly complicated part
24 of the negotiating right now, and it might take as much as
25 two or more months to get through this part of it.

1 CHAIRMAN LEMAY: And then you still have more to
2 look at?

3 MS. ANDREWS: Yes.

4 CHAIRMAN LEMAY: Well, if we continued the case
5 for four months, and then if you needed more time, we can
6 always give you -- Is that acceptable?

7 MS. ANDREWS: I think that's perfect.

8 CHAIRMAN LEMAY: Let's continue this case to the
9 August hearing of the Commission. We don't have a date as
10 of yet, but we need to get some Commission dates through
11 the last half of the year also. But it will be the
12 Commission date in August.

13 Without objection, Case Number 11,352, dealing
14 with amending Rule 116, will be continued to the August
15 Commission hearing.

16 * * *

17 Before we get into the one case we will be
18 considering today, we do have some business to take care
19 of.

20 Before you, fellow Commissioners, I think you
21 have the proration order, which we heard on the February
22 hearing, and is it your intent to take final action and
23 sign this order today?

24 COMMISSIONER BAILEY: Yes, it is.

25 CHAIRMAN LEMAY: Thank you, Commissioner Bailey.

1 Commissioner Weiss?

2 COMMISSIONER WEISS: Yes.

3 CHAIRMAN LEMAY: Thank you.

4 Let the record show that final action has been
5 taken on Case Number 11,468, which is the proration order.

6 * * *

7 CHAIRMAN LEMAY: I will entertain a motion by my
8 fellow Commissioners to accept the minutes of the March
9 12th hearing.

10 COMMISSIONER WEISS: I move that we accept the
11 minutes of the March 12th hearing.

12 CHAIRMAN LEMAY: Thank you.

13 COMMISSIONER BAILEY: I second.

14 CHAIRMAN LEMAY: Thank you. We all agree that
15 the minutes of the March 12th hearing will be accepted.
16 Let the record so show.

17 * * *

18 CHAIRMAN LEMAY: With -- That's the final action;
19 I think we're going to take the *de novo*?

20 MS. DAVIDSON: The *Nunc pro tunc* order.

21 CHAIRMAN LEMAY: The *nunc pro tunc* order.

22 Have you looked at the *nunc pro tunc* order,
23 fellow Commissioners? Well, maybe we should do that after
24 the break. It's not a very long one. We'll postpone that
25 order.

1 You haven't either, I guess, Commissioner Weiss?

2 COMMISSIONER WEISS: Yes, I did look at it.

3 CHAIRMAN LEMAY: Oh, okay. Do you want to look
4 at it --

5 COMMISSIONER BAILEY: I will sign this.

6 CHAIRMAN LEMAY: Thank you. Let the record show
7 that final action will be taken on the *nunc pro tunc* order
8 that was before us, dealing with Case Number 11,298. So be
9 it.

10 (Thereupon, these proceedings were concluded at
11 9:05 a.m.)

12 * * *

13

14

15

16

17

18

19

20

21

22

23

24

25

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 April 14th, 1996.



 STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 1998