

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

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION ON ITS OWN MOTION TO
CONSIDER AMENDMENTS TO ITS
"SPECIAL RULES FOR APPLICATIONS
FOR WELLHEAD PRICE CEILING CATEGORY
DETERMINATIONS," PURSUANT TO THE
NATURAL GAS POLICY ACT OF 1978 (NGPA),
AS PROMULGATED BY DIVISION ORDER NO.
R-5878-B, AS AMENDED.

CASE NO. 9356
ORDER NO. R-5878-B-4

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 11, 1988, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 17th day of May, 1988, the Division Director, having considered the testimony, the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By its Order No. R-5878-B, effective July 15, 1980, the New Mexico Oil Conservation Division promulgated "Special Rules for Application of Wellhead Price Ceiling Category Determinations" pursuant to the Natural Gas Policy Act of 1978 and the "Final Regulations Implementing Filing Requirements of the Natural Gas Policy Act of 1978," as promulgated by Federal Energy Regulatory Commission (FERC) Order No. 65 effective February 4, 1980.

(3) Said special rules and the Division forms adopted pursuant thereto have from time to time been amended to conform with the FERC regulations as they have been amended, to eliminate unnecessary paperwork, to include various provisions necessary to up-grade filing procedures and to include a provision for filing fees.

(4) The 38th State Legislature of New Mexico, at its first Session, enacted Chapter 234, Laws of 1987, approved April 9, 1987, being the "Energy, Minerals and Natural Resources Department Act," and made effective July 1, 1987.

(5) Said act established a single Department to administer laws and exercise functions formerly administered and exercised by the Natural Resources Department and the Energy and Minerals Department, now known as the Energy, Minerals and Natural Resources Department, one of the Divisions of which is the Oil Conservation Division, hereinafter referred to as the "Division."

(6) Division Form C-132, "Application for Wellhead Price Ceiling Category Determination," and Division Form C-132-A, "Application for Continued Stripper Classification," should be revised to reflect the Department name change as shown on Exhibits A and B respectively, attached hereto and made a part hereof.

(7) All other provisions included in said Order No. R-5878-B, as amended, should remain in full force and effect.

(8) This order should be made effective May 16, 1988.

IT IS THEREFORE ORDERED THAT:

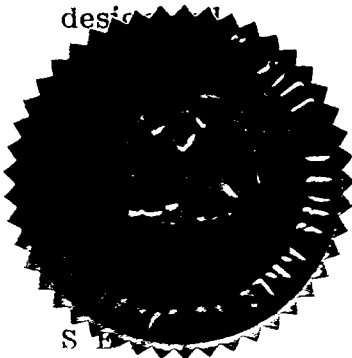
(1) The New Mexico Oil Conservation Division Form C-132, "Application for Wellhead Price Ceiling Category Determination," is hereby revised to conform to Exhibit A attached hereto and, by reference, made a part hereof.

(2) Division Form C-132-A, "Application for Continued Stripper Classification," is hereby revised to conform to Exhibit B attached hereto and, by reference, made a part hereof.

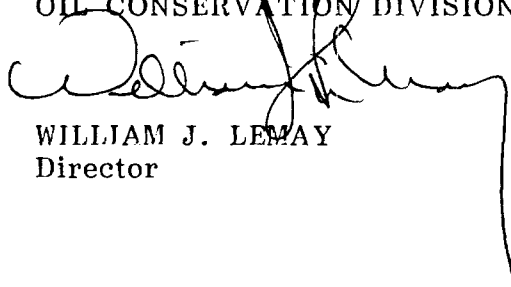
(3) The effective date of this order shall be May 16, 1988.

(4) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director

State of New Mexico



OIL CONSERVATION DIVISION
P. O. BOX 1044

Santa Fe, New Mexico 87504-2088

Form C-132
Revised 5/16/88

<p>FOR DIVISION USE ONLY:</p> <p>APPROPRIATE FILING FEE(S) ENCLOSED? YES _____ NO _____</p> <p>DATE COMPLETE APPLICATION FILED _____</p> <p>DATE DETERMINATION MADE _____</p> <p>WAS APPLICATION CONTESTED? YES _____ NO _____</p> <p>NAME(S) OF INTERVENOR(S), IF ANY: _____</p>	<p style="text-align: center;">APPLICATION FOR WELLHEAD PRICE CEILING CATEGORY DETERMINATION</p> <p style="text-align: center;">- FILING FEE(S) -</p> <p style="font-size: small;">Effective October 1, 1986, a non-refundable filing fee of \$25.00 per category for each application is mandatory. (Rule 2, Order No. R-5878-B-3)</p>	<p>3A. Indicate Type of Lease STATE <input type="checkbox"/> FEET <input type="checkbox"/></p> <p>5. State Oil & Gas Lease No. _____</p> <p style="background-color: #cccccc; height: 20px;"> </p> <p>7. Unit Agreement Name _____</p> <p>8. Farm or Lease Name _____</p> <p>9. Well No. _____</p> <p>10. Field and Pool, or Wildcat _____</p> <p>12. County _____</p>
<p>2. Name of Operator _____</p> <p>3. Address of Operator _____</p> <p>4. Location of Well UNIT LETTER _____ LOCATED _____ FEET FROM THE _____ LINK _____</p> <p>AND FEET FROM THE _____ LINE OF SEC. _____ TWP. _____ RGE. _____ NMPM _____</p> <p>11. Name and Address of Purchaser(s) _____</p>		

Check appropriate box for category sought and information submitted. Enter required information on lines 1 and 2, below.

1. Category(ies) sought (By NGPA Section No.) _____
2. Filing Fee(s) Amount enclosed: \$ _____
3. All applications must contain:
 - a. C-101 APPLICATION FOR PERMIT TO DRILL, DEEPEN OR PLUG BACK
 - b. C-105 WELL COMPLETION OR RECOMPLETION REPORT
 - c. DIRECTIONAL DRILLING SURVEY, IF REQUIRED UNDER RULE 111
 - d. AFFIDAVITS OF MAILING OR DELIVERY
4. In addition to the above, all applications must contain the items required by the applicable rule of the Division's "Special Rules for Applications for Wellhead Price Ceiling Category Determinations" as follows:
 - A. NEW NATURAL GAS UNDER SEC. 102(c)(1)(B) (using 2.5 Mile or 1000 Feet Deeper Test)
 - All items required by Rule 14(1) and/or Rule 14(2)
 - B. NEW NATURAL GAS UNDER SEC. 102(c)(1)(C) (new onshore reservoir)
 - All items required by Rule 15
 - C. NEW ONSHORE PRODUCTION WELL UNDER SEC. 103
 - All items required by Rule 16A or Rule 16B
 - D. SEC. 107 HIGH-COST NATURAL GAS (TIGHT FORMATION, DEEP, COAL SEAM, AND PRODUCTION ENHANCEMENT)
 - All items required by Rule 17(1), Rule 17(2), Rule 17(4), or Rule 17(5)
 - E. STRIPPER WELL NATURAL GAS UNDER SEC. 108
 - All items required by Rule 19

I HEREBY CERTIFY THAT THE INFORMATION CONTAINED HEREIN IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF.

NAME OF APPLICANT (Type or Print)

SIGNATURE OF APPLICANT

Title _____

Date _____

FOR DIVISION USE ONLY
<p><input type="checkbox"/> Approved</p> <p><input type="checkbox"/> Disapproved</p> <p style="font-size: small;">The information contained herein includes all of the information required to be filed by the applicant under Subpart B of Part 274 of the FERC regulations.</p> <p style="text-align: center;">_____ EXAMINER</p>

EXHIBIT "A"
CASE NO. 9356
ORDER NO. R-5878-B-4

FOR DIVISION USE ONLY: APPROPRIATE FILING FEE(S) ENCLOSED? YES _____ NO _____ DATE COMPLETE APPLICATION FILED _____ DATE DETERMINATION MADE _____ WAS APPLICATION CONTESTED? YES _____ NO _____ NAME(S) OF INTERVENOR(S), IF ANY: _____	APPLICATION FOR CONTINUED STRIPPER CLASSIFICATION - FILING FEE(S) - Effective October 1, 1995, a non-refundable filing fee of \$25.00 per category for each application is mandatory. (Rule 2, Order No. R-5878-B-3)	5A. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/> 5. State Oil & Gas Lease No. _____ 7. Unit Agreement Name _____ 8. Farm or Lease Name _____ 9. Well No. _____ 10. Field and Pool, or Wildcat _____ 12. County _____ 11. Name and Address of Purchaser(s) _____
2. Name of Operator _____ 3. Address of Operator _____ 4. Location of Well UNIT LETTER _____ LOCATED _____ FEET FROM THE _____ Line AND FEET FROM THE _____ LINE OF SEC. _____ TWP. _____ RGE. _____ NMPM _____		

CLASSIFICATION

1. Check appropriate box for category sought and information submitted. Enter required information on lines 2 and 3.c., below.
2. Filing fee(s), Amount enclosed: \$ _____
3. All applications must contain the items required by the applicable rule of the Division's "Special Rules for Applications for Wellhead Price Ceiling Category Determinations" as follows:
 - A. Increased production resulting from recognized enhanced recovery techniques
 All Items required by Rule 19
 - B. Well is seasonally affected
 All items required by Rule 20
 - C. Increased production resulting from temporary pressure buildup for the 90-day period ending _____
 All items required by Rule 21

I HEREBY CERTIFY THAT THE INFORMATION CONTAINED HEREIN IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF.

NAME OF APPLICANT (Type or Print)

SIGNATURE OF APPLICANT

Title _____

Date _____

FOR DIVISION USE ONLY
<input type="checkbox"/> Approved <input type="checkbox"/> Disapproved The information contained herein includes all of the information required to be filed by the applicant under Subpart B of Part 274 of the FERC regulations.
_____ EXAMINER

EXHIBIT "B"
CASE NO. 9356
ORDER NO. R-5878-B-4