

**MINUTES OF THE MEETING
OF THE OIL CONSERVATION COMMISSION
HELD ON APRIL 16, 2013**

The Oil Conservation Commission met at 9:00 a.m. on April 16, 2013, in Porter Hall, Wendell Chino Building, 1220 S. St. Francis Drive, Santa Fe, New Mexico.

PRESENT: **TERRY WARNELL, Member**
 ROBERT BALCH, Member
 JAMI BAILEY, Chair

Cheryl Bada served as the Commission counsel.

The meeting was called to order by Chair Bailey. Upon a motion by Commissioner Warnell and a second to the motion by Commissioner Balch, the minutes of the March 19, March 20, and March 26, 2013 Commission meetings were unanimously approved and adopted by the Commission.

Chair Bailey announced that the signing of the order in Cases 14784 and 14785, known as the Pit Rule Order, was continued to a future date yet to be determined but probably sometime in early May.

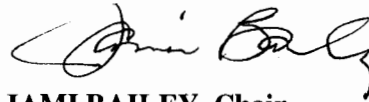
Case 14976, the application of Occidental Permian, Ltd. for approval to add the North Hobbs GSA Unit Well No. 431 as an injection well for water, carbon dioxide, and produced gas in its North Hobbs Grayburg-San Andres Tertiary Recovery Project located within the Hobbs Grayburg-San Andres Pool, was continued to the Commission meeting scheduled for May 9, 2013.

Counsel Bada explained some changes to the Commission's 2013 Open Meetings Resolution due to recently enacted legislation, including that a final agenda will have to be available 72 hours prior to the meeting and notice for a special meeting has been changed from 48 hours to 72 hours. A motion was made by Commissioner Balch and seconded by Commissioner Warnell to adopt the Commission's Open Meetings Resolution for 2013, and it was adopted unanimously. The resolution is attached to these minutes.

Case 14948, the application of Los Lobos Renewable Power, LLC (Forms G-112) for approval to inject into a geothermal aquifer through two proposed geothermal injection wells at the site of the proposed Lightning Dock Geothermal Power Project, Hidalgo County, New Mexico, was called. Chair Bailey announced that testimony has concluded and closing arguments and conclusions have been received in the case, and the Commission is now prepared to deliberate. After a motion by Commissioner Warnell and a second to the motion by Commissioner Balch, the Commission voted unanimously to close the meeting pursuant to NMSA 1978, Section 10-15-1-H to deliberate on the subject case. After a motion by Commissioner Warnell and a second to the motion by Commissioner Balch, the Commission voted unanimously to return the meeting back into open session. Chair Bailey announced that the only case discussed during the closed session was Case 14948. Counsel Bada declared that the Commission finds that the Los Lobos application meets the requirements of the Geothermal Resources Conservation Act and grants its application subject to certain conditions of approval provided by the Oil Conservation Division and modified by the Commission. An order will be drafted listing the conditions and will be signed at the next scheduled Commission meeting on May 9, 2013.

After a motion by Commissioner Warnell and a second to the motion by Commissioner Balch, the meeting was adjourned at 11:00 a.m.

**STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION**

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over the printed name.

JAMI BAILEY, Chair