

**MINUTES OF THE MEETING
OF THE OIL CONSERVATION COMMISSION
HELD ON JULY 18, 2013**

The Oil Conservation Commission met at 9 o'clock a.m. on July 18, 2013, in Porter Hall, Wendell Chino Building, 1220 S. St. Francis Drive, Santa Fe, New Mexico.

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

Bill Brancard served as the Commission counsel.

The meeting was called to order by Chair Bailey. After a motion by Commissioner Balch and a second to the motion by Chair Bailey, the minutes of the June 6, 2013 Commission meeting were approved and adopted. Commissioner Warnell, who did not attend the June meeting, abstained.

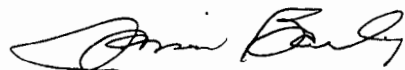
Case 14981, the application of Occidental Permian Limited Partnership to amend Orders R-4934 and R-4934-E governing the South Hobbs Grayburg-San Andres Pressure Maintenance Project to allow the injection of carbon dioxide and produced gases, to modify the surface injection pressure, to obtain other relief, and to qualify this expansion for the recovered oil tax rate pursuant to the New Mexico Enhanced Oil Recovery Act, Lea County, New Mexico, was called for final action. Counsel Brancard explained that two exhibits identified in the draft order were not attached to the order. These two exhibits were combined into one exhibit and added to the final order. He explained that no other changes had been made to the draft order that the Commissioners had approved. After reviewing the exhibit, Commissioner Balch made a motion and Commissioner Warnell seconded the motion to adopt the order, and all three Commissioners voted in favor and signed Order No. R-4934-F entered in Case 14981.

De Novo Case 14966, the application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Chaves County, New Mexico, to be heard De Novo upon the application of Cimarex Energy Co., was called and continued to the Commission meeting scheduled for September 12, 2013.

Counsel Brancard announced to the Commission that Gabrielle Gerholt will be leaving her position as attorney with the Oil Conservation Division at the end of the week and introduced Gabriel Wade, who has joined the agency as an attorney.

After a motion by Commissioner Balch and a second to the motion by Commissioner Warnell, the meeting was adjourned at 9:05 a.m.

**STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION**



JAMI BAILEY, Chair