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STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION COMMISSION

CASE NO. 13,351 (Continued)

CONTINUED CASE

TRANSCRIPT OF PROCEEDINGS

BEFORE: MARK E. FESMIRE, CHAIRMAN JAMI BAILEY, COMMISSIONER FRANK T. CHAVEZ, COMMISSIONER

February 10th, 2005

Santa Fe, New Mexico

This matter came on for hearing before the Oil Conservation Commission, MARK E. FESMIRE, Chairman, on Thursday, February 10th, 2005, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South Saint Francis Drive, Room 102, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

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February 10th, 2005 Commission Hearing CASE NO. 13,351 (Continued)

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ADOPTION OF MINUTES OF THE COMMISSION MEETING HELD ON SEPTEMBER 9th, 2005

CONTINUANCE OF CASE 13,351

REPORT OF THE COMMITTEE ON RULES AND PROCEDURES FOR THE OIL CONSERVATION COMMISSION AND THE OIL CONSERVATION DIVISION

REPORTER'S CERTIFICATE

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APPEARANCES

FOR THE COMMISSION:

DAVID K. BROOKS, JR. Assistant General Counsel Energy, Minerals and Natural Resources Department 1220 South St. Francis Drive Santa Fe, New Mexico 87505

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1	WHEREUPON, the following proceedings were had at
2	9:00 a.m.:
3	CHAIRMAN FESMIRE: Good morning, at this time
4	we'll call the February meeting of the New Mexico Oil
5	Conservation Commission to order.
6	The first thing we need to do is note that it's
7	nine a.m., February 10th, 2005. The location of the
8	meeting is Porter Hall, in the Oil Conservation Division
9	office, in Santa Fe, New Mexico.
10	My name is Mark Fesmire.
11	To my right is Commissioner Jami Bailey.
12	Commissioner Bailey is the designee of the Commissioner of
13	State Lands, Mr. Patrick Lyons.
14	To my left is Mr. Frank Chavez. Mr. Chavez is
15	the not-quite-former OCD Supervisor in Aztec and the
16	appointee of New Mexico Energy, Minerals and Natural
17	Resources Department Secretary, Joanna Prukop.
18	To Mr. Chavez's left is David Brooks. Mr. Brooks
19	is the Commission counsel.
20	To Commissioner Bailey's right is Florene
21	Davidson. Ms. Davidson is the Commission Secretary.
22	And Mr. Steve Brenner is the court reporter
23	today, as in every other day that I've been around.
24	Let the record reflect that all Commissioners or
25	their deisngees are present.

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* * * 1 2 CHAIRMAN FESMIRE: And the first matter of 3 business is the adoption of the minutes of the meeting held 4 5 January 13th, 2005. Have the Commissioners had the opportunity to 6 review the minutes? 7 COMMISSIONER BAILEY: Yes, I have, and I move 8 9 that we adopt them. CHAIRMAN FESMIRE: Commissioner Chavez? 10 COMMISSIONER CHAVEZ: I second the motion. 11 CHAIRMAN FESMIRE: The motion having been made 12 and seconded, all those in favor signify by saying aye. 13 14 COMMISSIONER BAILEY: Aye. 15 COMMISSIONER CHAVEZ: Aye. CHAIRMAN FESMIRE: All those opposed? 16 The minutes of the January 13th, 2005, meeting 17 18 are hereby adopted by the Commission. At this time we'll sign the minutes. 19 Let the record reflect that the minutes have been 20 21 signed and are hereby transmitted to Secretary Davidson. 22 23 CHAIRMAN FESMIRE: The first case on the docket 24 25 is Cause Number 13,351. It's the Application of Edge

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1	Petroleum Exploration Company to restrict the effect of the
2	special rules and regulations for the Dos Hermanos-Morrow
3	Gas Pool, Eddy County, New Mexico.
4	On application of the Applicant, they have asked
5	that this case be continued to the March 8th, 2005,
6	Commission meeting. That Application was granted, and this
7	case will be continued to the March Commission meeting.
8	* * *
9	
10	CHAIRMAN FESMIRE: The next item on the agenda,
11	we should probably address the report of the committee that
12	was organized and empowered by the Commission to look into
13	rules and procedures for the Commission and the Oil
14	Conservation Division.
15	At this time I'll ask Counsel Brooks to address
16	that for us.
17	MR. BROOKS: Yes, Mr. Chairman, honorable
18	Commissioners. The committee has been unable to assemble
19	in preparation for this hearing; various members' schedules
20	have not jibed so that we could get a meeting together. So
21	we are not in a position to make a final report at this
22	time and request that that matter be deferred until the
23	March 8th hearing.
24	CHAIRMAN FESMIRE: The Chair sees no reason why
25	it shouldn't be deferred to the March meeting. Is there

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<pre>1 any objection from the Commissioners? 2 COMMISSIONER BAILEY: No. 3 COMMISSIONER CHAVEZ: No objection. 4 CHAIRMAN FESMIRE: Okay. We will take Counsel 5 Brooks' suggestion and postpone that report to the March 6 meeting. 7 (Thereupon, these proceedings were concluded at 8 9:05 a.m.) 9</pre>	
COMMISSIONER CHAVEZ: No objection. CHAIRMAN FESMIRE: Okay. We will take Counsel Brooks' suggestion and postpone that report to the March meeting. (Thereupon, these proceedings were concluded at 9:05 a.m.) * * * 10 11 12	
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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 February 10th, 2005.

STEVEN T. BRENNER CCR No. 7

My commission expires: October 16th, 2006

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

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