

PRELIMINARY DOCKET: COMMISSION MEETING – THURSDAY – SEPTEMBER 13, 2012

9:00 A.M. – Porter Hall
1220 South St. Francis
Santa Fe, New Mexico

Land Commissioner, Ray Powell, may designate Scott Dawson for this meeting.

Notice: The minutes of the August 28, 2012 Commission Meeting will be adopted.

Notice: During this meeting, the Commission may conduct a closed executive session during which it will deliberate in connection with an administrative adjudicatory proceeding pending before the Commission or consult with Commission counsel under the attorney-client privilege concerning threatened or pending litigation in which the Commission is or may become a participant.

1. **CASE 14763:** (*De Novo*) (*Continued from the July 18, 2012 Commission Meeting.*)

Application of Mack Energy Corporation for compulsory pooling, Lea County, New Mexico. Mack Energy Corporation seeks an order pooling all mineral interests from the surface to the base of the Abo formation underlying the SE/4 NW/4 of Section 32, Township 17 South, Range 33 East, N.M.P.M. The unit is dedicated to the Cockburn A State Well No. 5, an existing well to be re-completed in the Abo formation. Also to be considered will be the cost of re-completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in re-completing the well. The unit is located approximately 5 miles south-southwest of Maljamar, New Mexico. Upon application of Siana Oil and Gas LLP and Tom Ragsdale, this case will be heard De Novo pursuant to the provisions of Division Rule 19.15.4.23.

2. **CASE 14720:** **Agave Energy Company's Amended Second Motion to Amend Order No. R-13507.** Agave Energy Company has filed a motion requesting the Oil Conservation Commission to amend Order No. R-13507, which authorizes Agave Energy to dispose of treated acid gas (TAG) from its Red Hills Gas Processing Plan by injecting the TAG stream into Agave Energy's Red Hills AGI #1 well. The motion requests that the Commission: (1) eliminate the requirement in Order No. R-13507 that Agave Energy reenter and replug the plugged and abandoned Government L Com #2 well (API 30-025-26369) well, place a balanced plug in the injection zone and replug the well; (2) eliminate the requirement in the order that Agave Energy reenter and replug the plugged and abandoned Government L Com #001 (API 30-025-25604) well; and (3) reduce either the life span of Agave Energy's injection authority or the total amount of acid gas to be injected. The Red Hills AGI #1 well is located in Section 13, Township 24 South, Range 33 East, NMPM, in Lea County, approximately twenty (20) miles northwest of Jal, New Mexico.