

DOCKET: EXAMINER HEARING - THURSDAY – APRIL 2, 2015

8:15 A.M. - 1220 South St. Francis
Santa Fe, New Mexico

Docket Nos. 10-15 and 11-15 are tentatively set for April 16, 2015 and April 30, 2015. Applications for hearing must be filed at least 30 days in advance of hearing date. OCD Rule Subsection B of 19.15.4.13 NMAC requires parties who intend to present evidence at an adjudicatory hearing to file a pre-hearing statement no later than the Thursday before the hearing, and serve a copy on opposing counsel of record. If the OCD does not receive a pre-hearing statement from the applicant by the close of business on the Thursday before the hearing, the hearing may be continued. A party who plans on using projection equipment at a hearing must contact Florene Davidson seven (7) business days prior to the hearing requesting the use of the projection equipment. Wireless internet is available; however, the party must provide its own laptop computer. The following cases will be heard by an Examiner.

Locator Key for Cases***Case 15075 - No. 9******Case 15230 - No. 6******Case 15262 - No. 12******Case 15264 - No. 3******Case 15274 - No. 5******Case 15277 - No. 1******Case 15278 - No. 2******Case 15279 - No. 4******Case 15280 - No. 7******Case 15281 - No. 8******Case 15282 - No. 10******Case 15283 - No. 11***

1. ***CASE 15277: Application of the New Mexico Oil Conservation Division ("OCD") Compliance and Enforcement Manager for a compliance order against Blue Sky NM, Inc., directors, and officers, jointly and severally, finding that the operator is in violation of the oil and gas act, NMSA 1978, Sections 70-2-1 et seq. and OCD rules, NMAC 19.15.2 et seq., requiring operator to return to compliance with division rules by a date certain, and in the event of non-compliance, request for additional sanctions.***
2. ***CASE 15278: Application of High Roller Wells LLC for Authorization to Inject, Eddy County, New Mexico.*** Applicant seeks an order authorizing the injection of water for disposal into the Bell Canyon and Cherry Canyon members of the Delaware Mountain Group formation, Bell Canyon-Cherry Canyon SWD Pool (96802) in Eddy County, New Mexico in the following well:

Gossett SWD No. 1***313' FSL & 921' FEL (Unit P)******Section 33******T-23-S, R-28-E, NMPM******Eddy County, New Mexico***

Applicant proposes to drill the well at the above location and utilize it for injection of produced water at depths of 2,500' to 5,000' subsurface. The well is located approximately 1 1/2 miles south of Loving, New Mexico.

3. ***CASE 15264: (Continued from the March 5, 2015 Examiner Hearing.) Application of Devon Energy Production Company, L.P. for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico.*** Applicant seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2 N/2 of Section 22, Township 22 South, Range 27 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2 N/2 of Section 22 to form a non-standard 160 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit will be dedicated to the **Grandi 22 Well No. 2H**, a horizontal well with a surface location 1360 feet from the north line and 255 feet from the west line, and a terminus 2265 feet from the north line and 330 feet from the west line, of Section 22. Also to be considered will be the designation of applicant as operator of the well. The unit is located approximately 2 miles north-northwest of Otis, New Mexico.