DOCKET: COMMISSION HEARING - THURSDAY - FEBRUARY 16, 1984

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205 STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

- CASE 8073: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider certain amendments to Oil Conservation Division Form C-125. The proposed revisions to this form delete the columns requiring the submission of shut-in pressure in psia and the previous test date. This recommended change is based upon the availablity of this data in the Division's computer system and the lack of the necessity for resubmission of this data on Forms C-125.
- CASE 8074: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider amendments to Rule lll relating to deviation tests and directional drilling. The Commission will consider the adoption of an administrative approval for directional drilling to be added as Subsections (c), (d), (e) and (f) of Rule lll. The proposed procedure would allow administrative approval when the inability to use an orthodox surface location is caused by topographic conditions or other surface obstructions and the bottomhole is either orthodox or is a previously approved unorthodox bottomhole location. Subsection (d) of this proposed rule change will set forth the filing requirements. Subsection (e) will set forth the notification procedures and Subsection (f), as proposed, permits the Division Director the discretion to set any of these applications for hearing if he believes it is appropriate.
- CASE 8075: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider amendments to Rule 104 F I. The Commission will consider the expansion of the authority of the Oil Conservation Division Director to grant administrative approval to unorthodox well locations.
- CASE 8076: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider amendments to Rule 306 relating to casinghead gas. These proposed changes to Rule 306 relate to clarification of the language when it refers to other sections of the rule.
- CASE 8077: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the establishment of a classification of natural gas wells to be known as "hardship wells" which wells will be entitled to priority access to natural gas pipeline transportation facilities. The Commission will consider whether or not there are certain natural gas wells within the State of New Mexico which should be entitled to priority transportation access because of waste which would result from the failure to obtain such access. In addition, the Commission will consider the establishment of an administrative procedure for consideration and possible granting of applications for hardship well classification.

CASE 7962: (Reopened)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider certain amendments to Rule 902 of the Oil and Gas Rules and Regulations. The Commission will consider proposed amendments to Rule 902 to extend the coverage of this Ratable Take rule to include casinghead gas produced from oil wells and further amend Rule 902 to include the exception of "hardship wells" from coverage of the Ratable Take rules. This proposed rule change is in conformance with amendments made to the Oil and Gas Act by the New Mexico Legislature. Copies of the proposed rule changes are available for inspection during normal business hours at the main office of the Oil Conservation Division, State Land Office Building, Santa Fe, and at the Division's District Offices in Artesia, Aztec and Hobbs.

- CASE 8078: Application of Doyle Hartman for a non-standard gas spacing unit and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 480-acre non-standard spacing unit and simultaneous dedication of all Jalmat wells on the spacing unit comprising the E/2 SE/4 of Section 19 and the E/2 and E/2 NW/4 of Section 30, Township 25 South, Range 37 East.
- CASE 8038: (Continued and Readvertised)

Application of E. Alex Phillips for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Mesaverde formation to the base of the Dakota formation underlying the S/2 of Section 26, Township 25 North, Range 2 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said 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 charge for risk involved in drilling said well.