STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION COMMISSION

CASE NOS. 12,816, 12,841, 12,859 and 12,860; 12,828; and 13068

AWAITING FINAL COMMISSION ACTION NO EVIDENCE OR TESTIMONY TAKEN

REPORTER'S TRANSCRIPT OF PROCEEDINGS COMMISSION HEARING

RECEIVED

BEFORE: LORI WROTENBERY, CHAIRMAN JAMI BAILEY, COMMISSIONER

JAMI BAILEY, COMMISSIONER ROBERT LEE, COMMISSIONER

JUN 24 2003

Oil Conservation Division

June 12th, 2003

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, LORI WROTENBERY, Chairman, on Thursday, June 12th, 2003, 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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June 12th, 2003
Commission Hearing
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12,828; and 13068
(Awaiting final Commission Action No evidence or testimony taken)

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ADOPTION OF MINUTES OF THE MAY 15TH, 2003, COMMISSION HEARING

3

REPORTER'S CERTIFICATE

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WHEREUPON, the following proceedings were had at 1 2 9:05 a.m.: CHAIRMAN WROTENBERY: Okay, we can get started 3 It's shortly after 9:00 a.m. on June 12, 2003. 4 5 is a meeting of the Oil Conservation Commission. We're 6 here in Porter Hall in Santa Fe, New Mexico. 7 It appears to me everybody in the room knows one 8 another, so we'll skip the introductions today and go right 9 to business. 10 We do have the minutes of the May 15th, 2003, 11 Commission Hearing. Commissioners, have you had a chance to review those minutes? 12 13 COMMISSIONER BAILEY: Yes, I have, and I move we 14 adopt them. 15 COMMISSIONER LEE: Second. 16 CHAIRMAN WROTENBERY: All in favor say aye. 17 COMMISSIONER BAILEY: Aye. 18 COMMISSIONER LEE: Aye. 19 CHAIRMAN WROTENBERY: Aye. And I'll sign on behalf of the Commission. 20 21 22 23 CHAIRMAN WROTENBERY: We also have several 24 matters ready for final action today, I believe. First set of cases are Cases 12,816, 12,841, 12,859 and 12,860. 25

1	These were competing compulsory pooling Applications in Lea
2	County, New Mexico, involving TMBR/Sharp, Drilling, Inc.;
3	Ocean Energy, Inc.; and David H. Arrington Oil and Gas,
4	Inc.
5	And Commissioners, have you had a chance to
6	review the draft order in these cases?
7	COMMISSIONER BAILEY: Yes, I have, and I expect
8	to sign it.
9	CHAIRMAN WROTENBERY: Okay, then I'll entertain a
10	motion that we approve the Order in Cases Number 12,816,
11	12,841, 12,859 and 12,860.
12	COMMISSIONER BAILEY: Second I move we
13	adopt
14	COMMISSIONER LEE: Second.
15	CHAIRMAN WROTENBERY: Okay.
16	COMMISSIONER BAILEY: Forgot my script.
17	CHAIRMAN WROTENBERY: Okay, all in favor say aye.
18	COMMISSIONER BAILEY: Aye.
19	COMMISSIONER LEE: Aye.
20	CHAIRMAN WROTENBERY: Aye.
21	* * *
22	
23	CHAIRMAN WROTENBERY: Okay, and then in Case
24	12,828, the Application of David H. Arrington Oil and Gas,
25	Inc., for compulsory pooling in Lea County, New Mexico, we

have an order of dismissal that we're proposing to issue at 1 the request of the parties in this case. 2 Thank you, Mr. Carr, for drafting this Order. 3 Commissioners, have you had a chance to review 4 the draft order? 5 6 COMMISSIONER BAILEY: Yes, I have, and I move 7 that we adopt it. 8 COMMISSIONER LEE: Second. CHAIRMAN WROTENBERY: All in favor say aye. 9 COMMISSIONER BAILEY: 10 Aye. 11 COMMISSIONER LEE: Aye. 12 CHAIRMAN WROTENBERY: Aye. 13 14 CHAIRMAN WROTENBERY: And one last item for final 15 action is an order in Case 13,068, the Application of the 16 17 New Mexico Oil Conservation Division through the 18 Engineering Bureau Chief for Amendment of Rule 705 concerning commencement, discontinuance and abandonment of 19 20 injection operations. 21 And Mr. Brooks has prepared a draft order for us 22 here today. And Mr. Brooks, I have the draft order. 23 don't have the exhibit with the Rule amendment attached. Is that --24 25 Okay, yeah, I believe that has not MR. BROOKS:

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been attached, madame Chairman. If it please the
 1
     Commission to defer action until after the conclusion of
 2
     the hearing and keep the meeting open for the length of
 3
     time necessary to get that physically attached to the
 4
 5
     Order, then that can be done.
               CHAIRMAN WROTENBERY:
                                      Okay, why don't we do that,
 6
 7
     just to make sure we've got it all together, before we take
     action on that one?
 8
               (Off the record at 9:10 a.m.)
 9
               (The following proceedings were had at 11:02
10
11
     a.m.:)
               CHAIRMAN WROTENBERY: Okay, we'll go back on the
12
     record then, and take up Case Number 13,068 once again.
13
     now have the Exhibit A to Order Number R-11,971.
14
               Commissioners, have you had a chance to review
15
     the draft order with the attached Exhibit A?
16
17
               COMMISSIONER BAILEY: Yes, I have, and I move
     that we sign it.
18
                                   Second.
               COMMISSIONER LEE:
19
20
               CHAIRMAN WROTENBERY: All in favor say aye.
21
               COMMISSIONER BAILEY:
                                      Aye.
22
               COMMISSIONER LEE:
                                  Aye.
23
               CHAIRMAN WROTENBERY: Aye.
24
               Okay, that one's done.
25
               And I believe I have covered all of our business
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for today. Is there anything else, Florene?
 1
 2
               MS. DAVIDSON: No.
               CHAIRMAN WROTENBERY:
                                      In that case, I'll
 3
     entertain a motion that we adjourn.
 4
               COMMISSIONER BAILEY: I move we adjourn.
 5
               COMMISSIONER LEE: Second.
 6
 7
               CHAIRMAN WROTENBERY: All in favor say aye.
               COMMISSIONER BAILEY:
 8
                                      Aye.
               COMMISSIONER LEE: Aye.
 9
               CHAIRMAN WROTENBERY: Aye.
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                (Thereupon, these proceedings were concluded at
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12
     11:04 a.m.)
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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 June 12th, 2003.

STEVEN T. BRENNER

CCR No. 7

My commission expires: October 16th, 2006