

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION COMMISSION

CASE NOS. 11,762 and 11,793
AWAITING FINAL COMMISSION ACTION
NO EVIDENCE OR TESTIMONY TAKEN

CASE NOS. 11,599 and 11,705
CONTINUED AND DISMISSED CASES

REPORTER'S TRANSCRIPT OF PROCEEDINGS

COMMISSION HEARING

BEFORE: WILLIAM J. LEMAY, CHAIRMAN
WILLIAM WEISS, COMMISSIONER
JAMI BAILEY, COMMISSIONER

July 14th, 1997

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, WILLIAM J. LEMAY, Chairman, on Monday, July 14th, 1997, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

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

I N D E X

July 14th, 1997
Commission Hearing

CASE NOS. 11,762 and 11,793 (Awaiting Final Commission
Action - No Evidence or Testimony Taken)

CASE NOS. 11,599 and 11,705 (Continued and Dismissed Cases)

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A P P E A R A N C E S

FOR THE COMMISSION:

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FOR THE DIVISION:

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* * *

1 WHEREUPON, the following proceedings were had at
2 9:10 a.m.:

3 CHAIRMAN LEMAY: Good morning, this is an
4 abbreviated meeting of the Oil Conservation Commission.

5 What we're going to do is do a little bit of
6 business and then take a short break to make sure if there
7 will be any witnesses on Case Number 11,705, or whether it
8 will be continued.

9 But first of all, we'll have some orders of
10 business.

11 Do I hear a motion for the minutes of the
12 previous meeting for approval?

13 COMMISSIONER BAILEY: I move we accept the
14 minutes.

15 CHAIRMAN LEMAY: Thank you.

16 COMMISSIONER WEISS: I second that.

17 CHAIRMAN LEMAY: It's been moved and seconded
18 that the minutes be approved.

19 * * *

20
21 CHAIRMAN LEMAY: We shall call Case 11,599, which
22 is the Application of Gillespie-Crow for an allowable
23 reduction in Lea County, New Mexico.

24 At the request of the Applicant, it's been
25 requested that this case be dismissed, so it is the order

1 of the Commission that Case Number 11,599 be dismissed.

2 * * *

3 CHAIRMAN LEMAY: We shall also take some final
4 action on Case 11,793, which is the Application of the Oil
5 Conservation Commission on its own motion to amend Rule
6 1104 of the General Rules and Regulations, requiring the
7 filing of C-104 forms for change of operators.

8 Is it your Intention to sign the order, take
9 final action on this, Commissioner Weiss?

10 COMMISSIONER WEISS: Yes.

11 CHAIRMAN LEMAY: And Commissioner Bailey, what's
12 your intention for 11,793?

13 COMMISSIONER BAILEY: I intend to sign it.

14 CHAIRMAN LEMAY: Thank you. I also intend to
15 sign that order.

16 * * *

17
18 CHAIRMAN LEMAY: The next case which is slated
19 for final action is Case 11,762, and it's the Application
20 of the Oil Conservation Division on its own motion to amend
21 Rule 111 of its General Rules and Regulations, which
22 simplifies the requirements for notice and administrative
23 approval for directionally drilled wells.

24 What is your intention on Case 11,762,
25 Commissioner Weiss?

1 COMMISSIONER WEISS: I intend to sign that.

2 CHAIRMAN LEMAY: Thank you. Commissioner Bailey?

3 COMMISSIONER BAILEY: I also intend to sign that.

4 CHAIRMAN LEMAY: And I intend to sign the order
5 on 11,762.

6 * * *

7
8 CHAIRMAN LEMAY: Now, the final item is Case
9 11,705, and I shall call that case, the Application of the
10 Oil Conservation Division to amend Order Number R-8170,
11 dealing with prorated pools in, I guess, northwest New
12 Mexico.

13 And Mr. Carroll, you have --

14 MR. CARROLL: Yes --

15 CHAIRMAN LEMAY: Are you ready to present that?

16 MR. CARROLL: Yes, Rand Carroll, appearing on
17 behalf of the Oil Conservation Division.

18 This case was the subject of an application a few
19 months ago. Frank Chavez of the OCD Aztec Office was
20 appointed to put together a committee. Mr. Chavez in the
21 process of putting together that committee, and I would ask
22 that this case be continued for at least one month,
23 probably, till August, and then we can see what happens in
24 the next month, and ask that the suspension of testing be
25 continued that was previously granted.

1 CHAIRMAN LEMAY: Okay. At the request of the
2 Applicant, Case Number 11,705 will be continued to the
3 August hearing date, the August -- I'm not either, but we
4 have a date in August already that's scheduled -- and that
5 the temporary rules be suspended for testing, or at least
6 be -- the ban on testing, the relief for testing San Juan
7 Basin wells be extended until final order. I think --
8 Yeah, the OCD case is the 14th of August, I think. That's
9 just an exact month from now. At that time we can always
10 extend it further if there's not enough --

11 MR. CARROLL: Uh-huh.

12 CHAIRMAN LEMAY: -- testimony.

13 Is there anything further to come before the
14 Commission?

15 COMMISSIONER BAILEY: No.

16 CHAIRMAN LEMAY: No? Okay.

17 (Off the record)

18 CHAIRMAN LEMAY: Okay, we'll look at our
19 calendars if we need to do something with that hearing
20 date.

21 Okay, short one. The Commission shall be
22 dismissed.

23 (Thereupon, these proceedings were concluded at
24 9:15 a.m.)

25 * * *

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 July 21st, 1997.



STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 1998