

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

CASE NO. 11,839 (Continued)
CASE NOS. 11,992; 11,935-38 (Dismissed)

CONTINUED AND DISMISSED CASES
TRANSCRIPT OF PROCEEDINGS

BEFORE: LORI WROTENBERY, CHAIRMAN
WILLIAM J. LEMAY, COMMISSIONER
JAMI BAILEY, COMMISSIONER

September 10th, 1998

Santa Fe, New Mexico

OIL CONSERVATION DN.
98 SEP 24 PM 3:22

These matters came on for hearing before the Oil Conservation Commission, LORI WROTENBERY, Chairman, on Thursday, September 10th, 1998, 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.

* * *

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

I N D E X

September 10th, 1998
Commission Hearing
CASE NO. 11,839 (Continued)
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PAGE

REPORTER'S CERTIFICATE

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A P P E A R A N C E S

FOR THE COMMISSION:

LYN S. HEBERT
Deputy General Counsel
Energy, Minerals and Natural Resources Department
2040 South Pacheco
Santa Fe, New Mexico 87505

* * *

1 WHEREUPON, the following proceedings were had at
2 9:05 a.m.

3 CHAIRMAN WROTENBERY: Okay, we'll get started
4 here. I think this will be a very short meeting of the
5 Commission. It's September 10th, 1998. We have all three
6 Commissioners present. I don't think there's really any
7 reason for introductions today, it looks like. Everybody
8 here knows everybody.

9 We do, let's see, have a few items of business to
10 take care of, and I guess one matter to act upon.

11 First of all, the minutes of the hearing of the
12 Oil Conservation Commission held on July 16th, 1998,
13 there's a copy of the draft minutes in your notebooks,
14 Commissioners.

15 COMMISSIONER LEMAY: Madam Chair, I propose
16 acceptance of the minutes.

17 COMMISSIONER BAILEY: I second.

18 CHAIRMAN WROTENBERY: All in favor say "aye".

19 COMMISSIONER LEMAY: Aye.

20 COMMISSIONER BAILEY: Aye.

21 CHAIRMAN WROTENBERY: Those minutes are approved.
22 Florene, do you have a copy for me to sign?

23 MS. DAVIDSON: Yes.

24 CHAIRMAN WROTENBERY: Okay, I'll sign those
25 momentarily.

1 We also have the minutes of the brief hearing of
2 the Oil Conservation Commission held on July 30th, 1998.

3 COMMISSIONER BAILEY: I move we accept those
4 minutes.

5 COMMISSIONER LEMAY: Second. I wasn't there, but
6 I'll still second.

7 CHAIRMAN WROTENBERY: All in favor say "aye".

8 COMMISSIONER BAILEY: Aye.

9 COMMISSIONER LEMAY: Aye.

10 CHAIRMAN WROTENBERY: Okay. And likewise, I'll
11 sign those here shortly.

12 We had a few cases that were on the docket for
13 today that have either been dismissed or postponed.

14 The first one of these was Case 11,992. This was
15 the Application of Penwell Energy, Inc., for compulsory
16 pooling in Eddy County, New Mexico.

17 Upon application of Canadian Kenwood Company,
18 this case was set to be heard *de novo*. We subsequently
19 received a letter from the *de novo* Applicant in the case,
20 Canadian Kenwood Company, requesting that the matter be
21 dismissed, and there is a letter in your notebooks,
22 Commissioners, dismissing the matter pursuant to the
23 request of the *de novo* Applicant.

24 In addition, Case 11,839 -- this is the
25 Application of Odessa Oil Investments, Inc., for saltwater

1 disposal in Eddy County, New Mexico -- the *de novo*
2 Applicant in this case, Odessa Oil Investments, Inc., has
3 requested that this matter be continued to the November
4 hearing.

5 I might just note right now that we'll probably
6 be getting back in touch with you, because I have a
7 conflict that week of November 12th, and so depending on
8 how the docket shapes up, we may either skip that meeting
9 and hear the items that are scheduled for November in
10 December, or try to reschedule that meeting, if we can work
11 something out that fits everybody's schedule. I just
12 wanted to give you a heads-up on that. This is -- Mark
13 Ashley and Rand Carroll and I are talking about going to
14 the -- attend the Judicial College --

15 COMMISSIONER LEMAY: That's a good one.

16 CHAIRMAN WROTENBERY: -- that week --

17 COMMISSIONER LEMAY: I hope you do that --

18 CHAIRMAN WROTENBERY: -- so --

19 COMMISSIONER LEMAY: -- that's an excellent --

20 CHAIRMAN WROTENBERY: -- that's why we might need
21 to schedule that particular meeting.

22 Let's see. Then we had four cases -- oh -- Yeah,
23 I'll go ahead and mention, we had four cases, Case 11,935,
24 11,936, 11,937 and 11,938. These were Applications of
25 Chevron USA Production Company for reinstatement of

1 underproduction in various wells in the Indian Basin-Upper
2 Pennsylvanian Gas Pool in Eddy County, New Mexico.

3 The *de novo* Applicant in this case, Chevron USA
4 Production Company, has requested that these cases be
5 dismissed, and I believe Florene gave you this morning a
6 copy of a letter dismissing these matters at the request of
7 the *de novo* Applicant, so that took care of those four
8 cases that were on our docket.

9 (Thereupon, these proceedings were concluded at
10 9:10 a.m.)

11 * * *

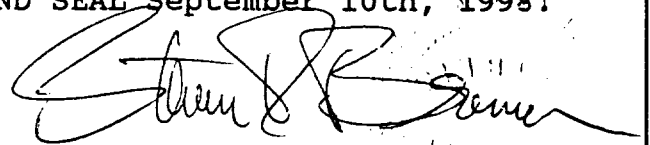
CERTIFICATE OF REPORTER

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 September 10th, 1998.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 14, 1998