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NEW MEXICO OIL CONSERVATION DIVISION

COMMISSION HEARING

SANTA FE, NEW MEXICO

Hearing Date	JANUARY 21, 2000	Time_9:00 A.M.
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/ NAME	REPRESENTING	LOCATION
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STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION

CASE NOS. 12,148-50, 12,008 (Continued)

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CONTINUED CASES

TRANSCRIPT OF PROCEEDINGS

BEFORE: LORI WROTENBERY, CHAIRMAN JAMI BAILEY, COMMISSIONER

ROBERT LEE, COMMISSIONER

ORIGINAL

January 21st, 2000

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission, LORI WROTENBERY, Chairman, on Friday, January 21st, 2000, at the New Mexico Energy, Minerals and Natural Resources Department, Conference Room of the Office of the Secretary, 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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REPORTER'S CERTIFICATE

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APPEARANCES

FOR THE COMMISSION:

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

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WHEREUPON, the following proceedings were had at 9:00 a.m.:

CHAIRMAN WROTENBERY: Okay, I don't think I'll use the gavel on this glass, so we'll just go ahead and get started here.

It's January 21st, year 2000, our first meeting of the new century, and we're in the conference room of the Office of the Secretary this time, because the Construction Industries Division was meeting in the Oil Conservation Division conference room today. We'll be moving back into our own conference room for future meetings this year.

My name is Lori Wrotenbery. We've got one new person here, so I'll introduce everybody. I'm the Director of the Oil Conservation Division and Chairman of the Oil Conservation Commission.

To my right is Commissioner Jami Bailey.

Commissioner Bailey represents the Land Commissioner, Ray

Powell, on the Oil Conservation Commission.

And to my left is Commissioner Robert Lee.

Robert Lee heads up the Petroleum Recovery Research Center at New Mexico Tech, and he is Secretary Salisbury's appointee to the Oil Conservation Commission.

We also have Lyn Hebert, the Commission's legal counsel; Florene Davidson, the Commission's secretary; and Steve Brenner, who records the proceedings of Commission

1	meetings as well as Division hearings.
2	Also, I might introduce everybody to Cheryl
3	Baca
4	MS. BADA: Bada.
5	CHAIRMAN WROTENBERY: Bada
6	MS. BADA: Bada.
7	CHAIRMAN WROTENBERY: Bada who is the
8	Department's newest attorney, just started this week or
9	last week? This week? We're very glad to have her here.
10	I hope she'll be doing some work for the Oil Conservation
11	Division at some point. We look forward to working with
12	you.
13	We've got, I think, a fairly brief agenda today.
14	I don't know of any preliminary matters that we need to
15	attend to, so we might just go ahead and run through some
16	of these business items.
17	First of all, we've got the minutes of two prior
18	Commission meetings, the meeting held on November 17th,
19	1999, and the meeting held on December 17th, 1999.
20	Commissioners, have you had a chance to review
21	COMMISSIONER BAILEY: Yes.
22	CHAIRMAN WROTENBERY: the draft of these
23	minutes?
24	COMMISSIONER LEE: (Nods)
25	CHAIRMAN WROTENBERY: I'll entertain a motion to

adopt both sets of minutes. 1 COMMISSIONER BAILEY: I move that we adopt both 2 3 sets. COMMISSIONER LEE: Second. 4 5 CHAIRMAN WROTENBERY: All in favor say "aye". COMMISSIONER BAILEY: 6 Aye. 7 COMMISSIONER LEE: Aye. 8 CHAIRMAN WROTENBERY: Aye. Okay, I've got these 9 here to sign on behalf of the Commission. Thank you, 10 Florene. 11 12 13 CHAIRMAN WROTENBERY: And next item is our annual 14 Open Meetings Act resolution. Lyn, would you like to lay 15 that one out for us? 16 MS. HEBERT: Every year in January the Commission 17 adopts a resolution that describes the notice that will be given for the Commission meetings, and the Commission does 18 this pursuant to the Open Meetings Act that requires you to 19 20 adopt such a resolution every year. This is the same resolution that was adopted last 21 year, with one exception, the number of days of notice: 22 The regular meetings have ten days' notice, the special 23 meetings three days' notice, and emergency meetings can be 24 held on 24 hours' notice. 25

The only change we made to this resolution was, 1 2 it no longer recites that a regular monthly meeting will be held on Thursday, because the meetings have been moving 3 4 around some in the last year, so we just indicated that a regular monthly meeting will be held and gave the address 5 6 and the fact that it will be noticed, when that meeting 7 will be. And that's the only change. 8 CHAIRMAN WROTENBERY: Any questions for Lyn? 9 Okay, I'll entertain a motion, that we adopt --COMMISSIONER BAILEY: 10 I so move. 11 CHAIRMAN WROTENBERY: -- the resolution. 12 COMMISSIONER LEE: Second. 13 CHAIRMAN WROTENBERY: All in favor say "aye". COMMISSIONER BAILEY: 14 Aye. 15 COMMISSIONER LEE: Aye. 16 CHAIRMAN WROTENBERY: Aye. And again, I'll sign on behalf of the Commission. 17 18 Lyn, have we gotten any feedback from anybody on 19 the change in dates for the Commission hearings? Has that 20 caused anybody any difficulty? 21 MS. HEBERT: I haven't heard of any problem. 22 CHAIRMAN WROTENBERY: Okay. Fridays work well 23 for us. So we'll see how that works this year. 24 25

again on the agenda, three Applications for de novo hearing from the Wiser Oil Company concerning the qualification of waterflood projects for the recovered oil tax rate, and we have received a request from Wiser Oil Company that these cases be continued to the Commission's meeting on February 25th, 2000, so they have been continued.

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CHAIRMAN WROTENBERY: And we also had another carryover from prior Commission hearings, the Application of Robert E. Landreth for a determination of reasonable well costs for a well in Lea County, New Mexico. This is Case 12,008. And here too we had a request from the Applicant, Robert E. Landreth, that we continue the hearing. In this instance, the Applicant is requesting that this Application be rescheduled for the Commission's meeting on March 24th, 2000, so we'll see that case again in a couple of months.

(Thereupon, these proceedings were concluded at 9:22 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 February 4th, 2000.

STEVEN T. BRENNER CCR No. 7

My commission expires: October 14, 2002