## STATE OF NEW MEXICO

# ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 12,898

APPLICATION OF WILLIAMS PRODUCTION COMPANY FOR A NONSTANDARD GAS PRORATION UNIT AND AN UNORTHODOX SUBSURFACE GAS WELL LOCATION, RIO ARRIBA COUNTY, NEW MEXICO

ORIGINAL

### REPORTER'S TRANSCRIPT OF PROCEEDINGS

## **EXAMINER HEARING**

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

September 19th, 2002

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, September 19th, 2002, 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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REPORTER'S CERTIFICATE

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## APPEARANCES

## FOR THE DIVISION:

DAVID K. BROOKS
Attorney at Law
Energy, Minerals and Natural Resources Department
Assistant General Counsel
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

## FOR THE APPLICANT:

HOLLAND & HART, L.L.P., and CAMPBELL & CARR 110 N. Guadalupe, Suite 1 P.O. Box 2208
Santa Fe, New Mexico 87504-2208
By: WILLIAM F. CARR

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WHEREUPON, the following proceedings were had at 1 2 8:27 a.m.: EXAMINER STOGNER: Call this hearing to order, 3 Docket Number 28-02. Please note today's date, Thursday, 4 September 19th, 2002. 5 And at this time I will call Case Number 12,898, 6 which is the Application of Williams Production Company for 7 a nonstandard gas spacing proration unit and an unorthodox 8 subsurface gas well location in Rio Arriba County, New 10 Mexico. 11 Call for appearances. MR. CARR: May it please the Examiner, my name is 12 William F. Carr with the Santa Fe office of Holland and 13 Hart, L.L.P. We represent Williams Production Company, and 14 I have a brief statement. 15 EXAMINER STOGNER: Any other appearances? 16 I believe this was advertised in the absence of 17 objection. 18 Do you have a statement, Mr. Carr? 19 MR. CARR: Mr. Stogner, in June of this year 20 Williams Production Company filed an administrative 21 application for a nonstandard gas proration unit and an 22 unorthodox subsurface gas well location in the Basin-Dakota 23 Pool. 24 The Division on June 24th advised Williams that 25

this was a type of an application that was not authorized 1 pursuant to the Rules for the Basin Dakota Pool and that 2 3 the case would be set on the August 1st OCD docket and 4 advertised that in the absence of objection it would be taken under advisement. 5 6 It did come up August the 1st. It was taken 7 under advisement at that time. 8 During the process of drafting an order I was advised that the case had been incorrectly advertised and 9 10 would have to be re-opened and re-advertised and set on this date. So that's why we're here today. 11 12 Since there is no objection to the Application, Williams requests that the case now be taken under 13 14 advisement and an order entered. 15 EXAMINER STOGNER: Okay, anything further in Case 16 12,898? 17 Then this matter will now be taken under advisement. 18 19 Thank you, Mr. Carr. (Thereupon, these proceedings were concluded at 20 21 8:29 a.m.) 22 23 24 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 Division 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 19th, 2002.

STEVEN T. BRENNER

CCR No. 7

My commission expires: October 14, 2002