

UNITED STATES OF AMERICA
FEDERAL POWER COMMISSION

In the Matters of:

Southern Union Gathering Company
Southern Union Gas Company
Aztec Oil & Gas Company, Operator
Pubco Petroleum Corporation, Operator
Gas Producers Corporation, Operator
Beaver Lodge Oil Corporation, Operator

Docket Nos.

G-13101
G-13102
G-13103
G-13104
G-13105
G-13106

NOTICE OF APPLICATIONS AND DATE OF HEARING

(November 19, 1957)

Take notice that on August 21, 1957, Southern Union Gathering Company (Gathering Company) filed in Docket No. G-13101 an application pursuant to Section 7 of the Natural Gas Act for a certificate of public convenience and necessity authorizing the proposed sale of natural gas produced from wells located in the Blanco-Mesa Verde and the Aztec-Pictured Cliffs Fields, San Juan County, New Mexico, to El Paso Natural Gas Company (El Paso) for transportation in interstate commerce for resale, pursuant to a supplemental agreement dated July 25, 1957, to a basic sales contract dated August 31, 1953, executed by and between Gathering Company and El Paso, all as more fully set forth in the application which is on file with the Commission and open to public inspection.

All of the gas involved in the above application is presently being sold in intrastate commerce to Gathering Company which is presently selling said gas to Southern Union Gas Company (Gas Company) for resale wholly within the State of New Mexico. Gathering Company's proposal herein is designed to divert gas now being sold by Gas Company in a relatively low market demand area, to El Paso's lines which are requiring over-production from their present sources of supply.

On August 21, 1957, the following listed producer applications were filed to cover each producer's sales to Gathering Company as contemplated in the application in Docket No. G-13101:

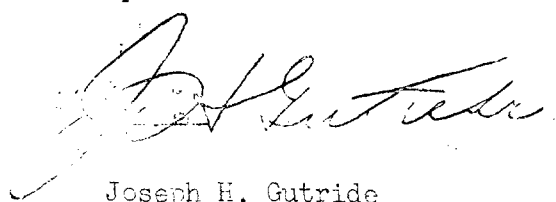
<u>Docket No.</u>	<u>Applicant</u>	<u>Basic Contract Date</u>
G-13102	Southern Union Gas Company	September 27, 1954 July 25, 1957
G-13103	Aztec Oil & Gas Company	December 12, 1953
G-13104	Pubco Petroleum Corporation	March 30, 1951
G-13105	Gas Producers Corporation	June 16, 1953
G-13106	Beaver Lodge Oil Corporation	March 20, 1953 August 1, 1957

All of the above Applicants have signatory seller status to their respective sales contracts with Gathering Company. Each producer is filing as Operator and shows in its application the working interest ownership percentages by Wells. In Docket No. G-13105, Gas Producers Corporation is the Operator and 100 percent owner. Producer sales are made at the wellhead and facilities consist of customary lease equipment. All of these applications are on file with the Commission and open to public inspection.

These related matters should be heard on a consolidated record and disposed of as promptly as possible under the applicable rules and regulations and to that end:

Take further notice that, pursuant to the authority contained in and subject to the jurisdiction conferred upon the Federal Power Commission by Sections 7 and 15 of the Natural Gas Act, and the Commission's Rules of Practice and Procedure, a hearing will be held on December 19, 1957, at 9:30 a.m. (EST), in a hearing room of the Federal Power Commission, 441 G Street, N. W., Washington, D. C., concerning the matters involved in and the issues presented by such applications: Provided, however, that the Commission may, after a non-contested hearing, dispose of the proceedings pursuant to the provisions of Section 1.30 (c) (1) or (c) (2) of the Commission's Rules of Practice and Procedure. Under the procedure herein provided for, unless otherwise advised, it will be unnecessary for Applicants to appear or be represented at the hearing.

Protests or petitions to intervene may be filed with the Federal Power Commission, Washington 25, D. C., in accordance with the Rules of Practice and Procedure (18 CFR 1.8 or 1.10) on or before December 9, 1957. Failure of any party to appear at and participate in the hearing shall be construed as waiver of and concurrence in omission herein of the intermediate decision procedure in cases where a request therefor is made.



Joseph H. Gutride
Secretary

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 10, 1957

Mr. John Woodward
El Paso Natural Gas Company
P.O. Box 1492
El Paso, Texas

Dear Sir:

We enclose a copy of Order R-1044 issued September 9, 1957,
by the Oil Conservation Commission in Consolidated Cases 1295 and
1296, which were heard on August 15th.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

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Encl.

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OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 10, 1957

Mr. A. S. Grenier
Southern Union Gas Company
Burt Building
Dallas 1, Texas

Dear Sir:

We enclose a copy of Order R-1044 issued September 9, 1957, by the Oil Conservation Commission in Consolidated Cases 1295 and 1296, which were heard on August 15th.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

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Encl.

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Case 1295

SOUTHERN UNION GAS COMPANY

BURT BUILDING

DALLAS 1, TEXAS

LEGAL DEPARTMENT

WILLIS L. LEA, JR.
GENERAL ATTORNEY

July 19, 1957

A. S. GRENIER
MILLARD F. CARR
JACK HERTZ
WM. S. JAMESON
JAS. R. WETHERBEE

Mr. Jack Cooley
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Cooley:

This is merely to confirm the advice I gave you by telephone earlier this week, that despite any other or more general hearing which may be called by the Commission on its own motion with respect to underproduction and/or overproduction in the San Juan Basin area, we would still like to see included on the August hearing docket as a separate item the application filed with the Commission by Southern Union Gas Company and Southern Union Gathering Company on or about June 27, 1957, as amended on or about July 8, 1957.

Assuming that the Commission goes ahead as you indicated and institutes a separate proceeding on its own motion, we would of course expect to have our application consolidated with it for hearing and the two disposed of together in a single consolidated order.

We much appreciate your frank discussion with us of this situation, as well as all the cooperation you have given us to date.

Sincerely yours,

A. S. Grenier

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