

Rule 314; Gathering, Transporting, and Sale of Natural  
Gas Field Liquids

(a) For the purpose of this Rule, Natural Gas Field liquids, hereinafter referred to as "field liquids," are defined as being condensate and drip or any mixture thereof. Condensate is defined as any liquid hydrocarbon which is produced at the well head incidental to the production of gas well gas and separated from the gas by conventional separation means. Drip is defined as any liquid hydrocarbon incidentally accumulating in a gas gathering or transportation system.

(b) The waste of field liquids is hereby prohibited when it is economically feasible to salvage same.

(c) Sale of field liquids and/or transportation thereof is strictly prohibited unless all provisions of this Rule are complied with and unless Commission Form C-110 has been completed and filed in accordance with Rule 1109.

(d) Every person transporting field liquids within the State of New Mexico shall file Commission Form C-112 in compliance with Rule 1111.

(e) All movements of field liquids by any type of motor vehicle also shall be covered by Commission Form C-110-A, properly executed in accordance with these rules. At least one copy of the forms designating, source, volume, destination, etc., shall be in possession of the driver during all trips.

(1) When the transporter of the field liquids is also the owner thereof, he shall complete Sections I and II of Form C-110-A and furnish at least one copy thereof to the driver of the vehicle. Upon completion of Section III by the driver, one completed copy of each Form C-110-A shall be filed with the Commission by the transporter.

(2) When the transporter of the field liquids is not

(2)

owner thereof, but is hauling for the owner, the owner shall complete Section I of the C-110-A and deliver the form to the transporter. The transporter shall complete Section II and furnish at least one copy of the form to the driver of the vehicle. Upon completion of Section III by the driver, one completed copy of each Form C-110-A shall be filed with the Commission by the transporter.

(3) In any case where the owner of the field liquids being handled is not the producer thereof, the driver of the vehicle shall have in his possession, in addition to Form C-110-A as prescribed by Rules (1) and (2) above, a completed copy of Commission Form C-110-B executed by both the producer and the owner (as purchaser) of the field liquids. [In addition, Form C-110-B covering any subsequent sale or purchaser of field liquids in tanks or traps in the field shall be executed in accordance with the instructions on Form C-110-B and at least one copy thereof furnished the driver.] The last field purchaser of field liquids shall furnish one copy of Form C-110-B covering each transaction to the Commission. { For each Tank and Drip Trap in the field }

(f) Every motor vehicle used in the gathering or transportation of gas field liquids shall be properly identified by a sign on the right and left sides of the power unit identifying the owner or lessee of such equipment in letters <sup>one-half inch</sup> ~~one-half inch~~ wide and  $2\frac{1}{2}$  inches high.

(g) Every gas transporter in the State of New Mexico, shall, on or before the first day of November of each year, file with the Commission maps of its entire gas gathering and transportation systems within the State of New Mexico, locating and identifying thereon each drip trap and/or tank in said systems, said maps to be accompanied by a report, on a form prescribed by the Commission, showing the disposition being made of the drip