Docket No. 21-68

## DOCKET: REGULAR HEARING - WEDNESDAY - JULY 17, 1968

OIL CONSERVATION COMMISSION - 9 A.M. - MORGAN HALL, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

- ALLOWABLE: (1) Consideration of the oil allowable for August, 1968;
  - (2) Consideration of the allowable production of gas for August, 1968, from thirteen prorated pools in Lea, Eddy, and Roosevelt Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for August, 1968.
- <u>CASE 3806:</u> In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the amendment of Order No. R-3221, the Commission's Salt Water Disposal Order, to permit the exemption of certain presently existing and future pools in Eddy and Lea Counties, New Mexico, from certain requirements of said order. The Commission will consider exempting from Order No. (3) of Commission Order No. R-3221 those pools which are within the following-described area:

Township 19 South, Range 30 East: Sections 8
through 36
Township 20 South, Range 30 East: All
Township 20 South, Range 31 East: All
Township 20 South, Range 32 East: W/2
Township 21 South, Range 29 East: All
Township 21 South, Range 30 East: All
Township 21 South, Range 31 East: All
Township 21 South, Range 31 East: All
Township 22 South, Range 30 East: All
Township 22 South, Range 29 East: All
Township 23 South, Range 30 East: Sections 1
through 19

and which are in and near Clayton Basin and Nash Draw and those pools within the above-described area which are within three miles of a potash tailings pond.

CASE 3807: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the amendment of Order No. R-3221, the Commission's Salt Water Disposal Order, to provide an administrative procedure whereby lined evaporation pits may be utilized for salt water disposal, provided that they are designed, constructed, and maintained in accordance with certain minimum standards which shall be established by the Commission. All interested parties,

. . .

including but not limited to, oil producers, lining materials vendors, consulting engineers, water disposal companies, etc., are requested to attend the hearing and to present evidence relative to the minimum standards which the Commission should adopt.

Further, to consider the amendment of Order No. (4) of Commission Order No. R-3221 to make the provisions of said Order No. (4) apply to those areas and pools affected by Commission Orders No. R-1224-A, R-2526, and R-3164.

Further, to consider the amendment of Order No. (8) of Commission Order No. R-3221 to provide for temporary storage or disposal of water in surface pits for up to 30 days during such contingencies as injection system failures and the evaluation of newly completed wells, subject to approval by the Commission District Supervisors.

## <u>CASE 3808:</u> Southeastern nomenclature case calling for an order for the contraction, abolishment and extension of vertical and horizontal limits of certain pools in Lea and Eddy Counties, New Mexico:

(a) Contract the Square Lake Grayburg-San Andres Pool in Eddy County, New Mexico, described as:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM SECTION 11: SE/4 SECTION 15: NW/4

(b) Extend the Grayburg-Jackson Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM SECTION 11: SE/4 SECTION 15: NW/4 and NW/4 SW/4

(c) Extend the Arkansas Junction-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 36 EAST, NMPM SECTION 12: SW/4

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> (k) Extend the Simanola-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

> > TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM SECTION 20: SE/4

(1) Extend the Vada-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM SECTION 21: SE/4 SECTION 32: NE/4

(m) Extend the vertical limits of the Moore Permo-Pennsylvanian Pool in Lea County, New Mexico, to include the Wolfcamp Formation from 8042 feet to 8297 feet. Vertical limits redefined as being from the top of the Wolfcamp at 8042 feet to the top of the Mississippian at 9974 feet as in the Amerada Petroleum Corporation State "MA" Well No. 1, located in Unit M of Section 24, Township 11 South, Range 32 East, NMPM.

(n) Abolish the Moore-Wolfcamp Gas Pool in Lea County, New Mexico, described as:

TOWNSHIP 11	SOUTH,	RANGE	32	EAST, NMPM
SECTION 23:	E/2			
SECTION 24:	SW/4			
SECTION 25:	W/2			

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(d) Extend the North Bagley-Lower Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM SECTION 14: NW/4 SECTION 20: SW/4

(e) Extend the East Brunson-Ellenburger Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM SECTION 24: SW/4

(f) Extend the East Brunson-Granite Wash Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM SECTION 24: S/2

> TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM SECTION 19: SW/4

(g) Extend the East Brunson-McKee Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM SECTION 23: N/2 SE/4

(h) Extend the Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 38 EAST, NMPM SECTION 7: E/2

(i) Extend the Penasco Draw San Andres-Yeso Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 18 SOUTH, RANGE 25 EAST, NMPM SECTION 36: N/2 NE/4

(j) Extend the Sawyer-San Andres Gas Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM SECTION 25: SE/4