STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

)

IN THE MATTER OF:

APPLICATION OF GREENHILL PETROLEUM) CORPORATION FOR WATERFLOOD EXPANSION,) CASE NO. 10154 LEA COUNTY, NEW MEXICO)

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: DAVID R. CATANACH, Hearing Examiner

January 10, 1991 2:00 p.m. Santa Fe, New Mexico

This matter came on for hearing before the Oil Conservation Division on January 10, 1991, at 2:00 p.m. at Oil Conservation Division Conference Room, State Land Office Building, 310 Old Santa Fe Trail, Santa Fe, New Mexico, before Deborah F. LaVine, RPR, Certified Court Reporter No. 252, in and for the County of Santa Fe, State of New Mexico.

FOR:	OIL CONSERVATION	BY: DEBORAH F. LAVINE, RPR
	DIVISION	Certified Court Reporter
		CCR No. 252

HUNNICUTT REPORTING 1660 OLD PECOS TRAIL, SUITE F SANTA FE, NEW MEXICO 87501 (505) 982-9770

		2
1	INDEX	
2	January 10, 1991	
3	Examiner Hearing Case No. 10154	PAGE
4	APPEARANCES	3
5		
6		
7		
8		
9	** ** **	
10		
11		
12		
13		
14		
15		
16 17		
18		
19		
20		
21		
22		
23		
24		
25		
	HUNNICUTT REPORTING DEBORAH F. LAVINE, CCR, RPR	

	3
_	
1	APPEARANCES
2	BEFORE: DAVID R. CATANACH, Hearing Examiner
3	
4	FOR THE DIVISION: ROBERT G. STOVALL, ESQ. General Counsel
5	Oil Conservation Commission State Land Office Building
6	310 Old Santa Fe Trail Santa Fe, New Mexico 87501
7	
8	FOR THE APPLICANT: CAMPBELL & BLACK, P.A. Attorneys at Law
9	BY: WILLIAM F. CARR, ESQ.
10	110 North Guadalupe Suite 1
11	Santa Fe, New Mexico 87501
12	** * **
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
	HUNNICUTT REPORTING DEBORAH F. LAVINE, CCR, RPR

1 EXAMINER CATANACH: At this time, we'll call case 10154. 2 MR. STOVALL: Application of Greenhill Petroleum 3 Corporation for waterflood expansion, Lea County, New Mexico. EXAMINER CATANACH: Are there appearances in this case? 4 MR. CARR: May it please the examiner, my name is William 5 6 F. Carr with the law firm Campbell & Black, P.A. I represent 7 Greenhill Petroleum Corporation. 8 EXAMINER CATANACH: Are there any other appearances? 9 What have you got for us? 10 MR. CARR: May it please the examiner, this case was 11 heard on November 14th. And at that time, it was continued so 12 that additional notice could be given to a number of parties to whom notice had not been properly given for the hearing 13 14 date. 15 Since that time, we have given notice. The time 16 has run. As you are aware, there have been comments from 17 several people to whom notice was given, Tipperary and Mrs. Rice and, most importantly, the City of Lovington. Meetings 18 19 were held yesterday between Greenhill representatives and the 20 City of Lovington. We believe they've communicated to you that their concerns had been or their questions had been 21 22 answered. 23 MR. STOVALL: Let me interject at this point that I spoke 24 with Mr. Jim Snipes, attorney for City of Lovington, and he 25 did advise me that, yes, the City is satisfied that

4

HUNNICUTT REPORTING DEBORAH F. LAVINE, CCR, RPR Greenhill's plans will protect the fresh water.

2 MR. CARR: And we have agreed to testing each of the 3 wells before injection to ensure the integrity of the wellbore 4 and have agreed that they can monitor those tests in any 5 event. At this point, we believe the case is in a posture 6 where it can be taken under advisement. And we do not intend 7 to present additional testimony.

8 MR. STOVALL: Mr. Carr, we have a letter from Tipperary 9 dated December 28th, 1990, objecting to the application. Do 10 you know anything about the status of any --

11 MR. CARR: We've continued to talk to Tipperary, and 12 that's where it stands at this time. And, Mr. Stovall, you 13 should also have in the file a letter from a Mrs. Robert Rice 14 expressing her concern about this matter. She's a resident of 15 Pennsylvania and says that the coal barons are destroying 16 Pennsylvania and she does not want the oil barons to do the 17 same here.

18 MR. STOVALL: Let the record also reflect that neither 19 Tipperary nor Mrs. Rice have appeared and presented any 20 evidence in opposition to the application of Greenhill. This 21 letter can be taken as that, as simply an objection.

MR. CARR: Yes.

23 EXAMINER CATANACH: Mr. Carr, I don't have a copy of the 24 letter from Mrs. Rice.

25

22

1

MR. CARR: I can give you the copy.

HUNNICUTT REPORTING DEBORAH F. LAVINE, CCR, RPR 5

	6
1	EXAMINER CATANACH: I'd like to see that, yes.
2	MR. CARR: Mr. Catanach, it was mailed to Mr. Black
3	Campbell Carr and to Eddie Seay. And that's the letter. You
4	may have that.
5	EXAMINER CATANACH: Is there anything else?
6	MR. CARR: I have nothing further in this case.
7	EXAMINER CATANACH: There being nothing further, case
8	10154 will be taken under advisement.
9	MR. CARR: Thank you.
10	(The foregoing hearing was adjourned at the approximate
11	hour of 2:05 p.m.)
12	
13	
14	
15	
16	I do hereby certify that the foregoing is
17	I do hereby certify that the follogends in a complete record of the proceedings in the Examiner hearing of Case 30. 1977
18	heard by file on
19	David Materia, Examinent
20	Oil Conservation Division
21	
22	
23	
24	
25	
	HUNNICUTT REPORTING DEBORAH F. LAVINE, CCR, RPR

	7
1	STATE OF NEW MEXICO)) ss.
2	COUNTY OF SANTA FE)
3	REPORTER'S CERTIFICATE
4	REFORIER 5 CERTIFICATE
5	
6	I, DEBORAH F. LAVINE, RPR, a Certified Court
7	Reporter and Notary Public, DO HEREBY CERTIFY that I
8	stenographically reported these proceedings before the Oil
9	Conservation Division; and that the foregoing is a true,
10	complete and accurate transcript of the proceedings of said
11	hearing as appears from my stenographic notes so taken and
12	transcribed under my personal supervision.
13	I FURTHER CERTIFY that I am not related to nor
14	employed by any of the parties hereto and have no interest in
15	the outcome hereof.
16	DATED at Santa Fe, New Mexico, this 11th of
17	February, 1991.
18	
19	
20	C. I M
21	DEBORAH F. LAVINE, RPR
22	My Commission Expires: Certified Court Reporter
23	August 6th, 1993 CCR No. 252, Notary Public
24	
25	
	HUNNICUTT REPORTING DEBORAH F. LAVINE, CCR, RPR

....