STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. 2 SANTA FE, NEW MEXICO 3 7 January 1987 EXAMINER HEARING 5 IN THE MATTER OF: 7 Application of New Mexico Petroleum CASE 8 Company to transfer ownership of its 9057 oil treating plant approved by Divi-9 sion Order No. R-3960, Lea County, New Mexico. 10 11 12 13 BEFORE: Michael E. Stogner, Examiner 14 15 TRANSCRIPT OF HEARING 16 17 APPEARANCES 18 19 20 For the Commission: Jeff Taylor 21 Legal Counsel for the Division Oil Conservation Division 22 State Land Office Bldg. Santa Fe, New Mexico 87501 23 For the Applicant: Robert L. Love 24 Attorney at Law P. O. Box 1099 25 Hobbs, New Mexico 88240

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MR. STOGNER: Call next Case

3 Number 9057.

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The application of MR. TAYLOR:

New Mexico Petroleum Company to transfer ownership of its oil treating plant, approved by Division Order No. R-3960, Lea County, New Mexico.

> MR. STOGNER: Call for appear-

ances.

have a question here.

ment plant?

MR. LOVE: Mr. Commissioner, my

name is Robert Love, Attorney.

I'm here also with Mr. Roland Caudill, the current owner, Mr. Jess Keeth, the proposed owner or purchaser of this permit, and I would direct Examiner's attention to the fact that in the description set out herein it should be Section 7.

stand ready to answer any questions that you or anyone present might have.

Does

MR. STOGNER: Yes, Mr. Love, I

No. R-3960, issued May 12th, 1970, approving this oil treat-

this refer back to Order

MR. LOVE: Yes, sir.

MR. STOGNER: Okay, I have a

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    copy of that and it says southeast quarter of Section
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    Township 11 South, Range 33 East.
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                                 MR. LOVE:
                                            It is located in the
    southeast quarter of the southeast quarter of Section
                                                               7,
5
    Township 11 South, Range 33 East, is its location.
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                                 MR. STOGNER: Do you know if it
7
   was ever moved?
                                      SEXTON:
                                 MR.
                                                As far as I know
9
    it was right there. It was a mistake originally.
10
                                 MR.
                                      LOVE:
                                              This is Mr.
                                                            Jerry
11
    Sexton with the --
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                                 MR. SEXTON:
                                              Mike, the location
    is in Section 7. It's just that our records have been wrong
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14
    but I -- as far as anyone can remember, it hasn't been
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    moved.
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                                 MR.
                                      STOGNER:
                                                 Have we renum-
17
    bered the sections?
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                                 Mr.
                                      Love, do you plan to call
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    any witnesses or --
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                                 MR.
                                             Not unless you have
                                      LOVE:
21
    a questions, Your Honor -- Mr. Examiner.
22
                                 MR.
                                      STOGNER:
                                                  Mr.
                                                      Sexton, do
    you have any questions?
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24
                                 MR.
                                      SEXTON:
                                                    We expect --
                                               No.
25
   we are satisfied with the transfer.
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quess.

MR. STOGNER: Okay. Mr. Love,

I'm a little bit confused. Why did we have to come to hearing today to change ownership?

MR. LOVE: I'm a little confused as to why we did, also. I think it was just the uncertainty when this application when this application was submitted that the publication was required just because the new regulations might have been set forth and it was a management decision to cover all bases.

MR. TAYLOR: Mike, the new rules and regulations require that all transfers be approved.

It must come to hearing, I

MR. STOGNER: Okay. As far as the actual treating plant operation, wherever it is, is there any changes or -- that will be --

MR. LOVE: No, sir.

MR. STOGNER: Seeing that the location is wrong, we're going to need to readvertise this and I'll also put another paragraph in the readvertisement changing that section; however, it will not be ready to come to hearing until February 4th.

So with that this case will be continued till February 4th and it will be readvertised.

CERTIFICATE

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY the foregoing Transcript of Hearing before the Oil Conservation Division (Commission) was reported by me; that the said transcript is a full, true, and correct record of this portion of the hearing, prepared by me to the best of my ability.

Saley les. Boyd Corz

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 1877 heard by me on 7 January 1987

Oil Conservation Division

, Examiner