DOCKET: COMMISSION HEARING - THURSDAY - MAY 19, 1988

9:00 A.M. - MORGAN HALL, STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO

CASE 9378: In the matter of the hearing called by the Oil Conservation Division on its own motion to promulgate a new Rule 711 to provide for the administrative approval and regulation of commercial surface waste disposal facilities and the requirement of a \$25,000 bond for such facilities.

CASES 7980, 8946, 8950, AND 9111: (Reopened)

A pre-hearing conference is hereby called by the Oil Conservation Commission to establish procedures, determine issues, and to set forth a hearing agenda for Cases Nos. 7980, 8946, 8950, and 9111, all concerning the Gavilan-Mancos Oil Pool and/or West Puerto Chiquito-Mancos Oil Pool, Rio Arriba County, New Mexico, all set for an evidentiary hearing to be held commencing at 9:00 A.M. on Monday, June 13, 1988.

The Oil Conservation Commission on June 8, 1987, entered Order No. R-7407-E adopting Permanent Special Rules and Regulations for the Gavilan-Mancos Oil Pool and also entered Order No. R-6469-D which modified the allowable and gas-oil ratio in the West Puerto Chiquito-Mancos Oil Pool so that both subject pools had the same allowables and gas-oil ratios.

These orders included provisions for production and bottomhole pressure monitoring in both pools which were conducted from June 27, 1987 to February 19, 1988.

All interested parties are hereby notified to appear with their attorneys at the regularly scheduled Commission hearing on May 19, 1988, at 9:00 A.M., Morgan Hall, State Land Office Building, Santa Fe, New Mexico, to enter their appearances and be prepared as follows:

- (a) To declare their position on the issues set forth herein;
- (b) Identify witnesses and substances of testimony and approximate length of time for direct presentation;
- (c) Determine other issues that should be considered; and
- (d) Raise any objection, amendment, or modification to proposed procedures.

Following the conclusion of the pre-hearing conference on May 19, 1988, the Commission will enter a statement of procedure binding all parties to the conduct of the June, 1988 hearing. A proposed statement of procedure is available at the Oil Conservation Division Office in Santa Fe.

CASE 9355: (Continued and Readvertised)

Application of Jack J. Grynberg to amend Commission Order No. R-6873, as amended, for simultaneous dedication and for an unorthodox gas well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Commission Order No. R-6873, as amended, to: (1) allow for the drilling of a second well in the Foor Ranch-PrePermian Gas Pool to be drilled at an unorthodox gas well location 660 feet from the South and West lines (Unit M) of Section 18, Township 9 South, Range 27 East, on an established 320-acre, more or less, gas spacing and proration unit comprising the W/2 of said Section 18, which is presently dedicated to the Harvey E. Yates Company Seymour State Com Well No. 1 located at a standard gas well location in the SW/4 NM/4 (Unit E) of said Section 18; (2) declare the applicant to be the operator of the second well or, in the alternative, to be named the operator of said unit; and (3) establish a risk factor and overhead charges for the new well. Said unit is located approximately 8.75 miles south-southwest of Campbell's Switch.