PRELIMINARY AGENDA OIL CONSERVATION COMMISSION STATE OF NEW MEXICO REGULAR MEETING SANTA FE, NEW MEXICO September 16, 2021 9:00 A.M.

During the COVID-19 Public Health Emergency, state buildings are closed to the public and meetings will be conducted remotely. The Oil Conservation Commission meeting will be held via Webex Meeting platform. The public meeting can be accessed by using the following link and/or meeting information:

Event: September 16, 2021 OCC Meeting

Type: Unlisted Event

Event address for https://nmemnrd.webex.com/nmemnrd/onstage/g.php?MTID=e5833aa315e63

attendees: 35cb8043cce3539352fe

Date and time: Thursday, September 16, 2021 9:00 am

Mountain Daylight Time (Denver, GMT-06:00)

Duration: 9 hours

Description:

Event number: 146 250 7416 **Event password:** sC833NHKDpP

Video Address: 1462507416@nmemnrd.webex.com

You can also dial 173.243.2.68 and enter your meeting number.

Audio conference: To receive a call back, provide your phone number when you join the event, or call

the number below and enter the access code.

United States Toll +1-408-418-9388

Show all global call-in numbers Access code: 146 250 7416

If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact Florene Davidson at (505) 470-5480 or through the New Mexico Relay Network at 1-800-659-1779 by **September 6, 2021**. Public documents can be provided in various accessible formats. A preliminary agenda will be available to the public no later than two weeks prior to the meeting. A final agenda will be available no later than 72 hours preceding the meeting. Members of the public may obtain copies of the agenda by contacting Ms. Davidson at the phone number indicated above. Also, the agenda will be posted on the Oil Conservation Division website at www.emnrd.nm.gov/ocd.

The following items are for discussion and possible action:

- 1. Roll Call
- 2. Approval of Agenda

3. Approval of August 12, 2021 and August 27, 2021 Meeting Minutes

4. Evidentiary Hearing on Invalidation of Division Order:

De Novo Case No. 21744: (Case No. 21629): Application of Cimarex Energy Co. for Hearing De Novo of Case No. 21629, Eddy County, New Mexico. The New Mexico Oil Conservation Division issued Order No. R-21575 in Case No. 21629. Magnum Hunter Production, Inc., an affiliate of Cimarex Energy Co. (collectively referred to herein as "Cimarex") owned a working interest in the unit pooled by Order No. R-21575, issued pursuant to a hearing held before the Division on January 7, 2021. Cimarex, a party of record adversely affected by Order No. R-21575, requests that the matter raised in this case be heard de novo before the Oil Conservation Commission pursuant to NMSA 1978, §70-2-13.

The New Mexico State Land Office is the De Novo applicant in the following four cases:

- 5. <u>Case No. 20571 (De Novo</u>): Application of Permian Oilfield Partners, LLC for approval of a salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Silurian-Devonian formation through the Bullseye Federal SWD Well #1 well at a surface location 1318 feet from the North Line and 250 feet from the East line of Section 6, Township 25 South, Range 33 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Silurian-Devonian formation at a depth of approximately 17,453' to 18,880'. Applicant further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day. Said area is located approximately 24.2 miles West of Jal, New Mexico.
- 6. <u>Case No. 20572 (De Novo)</u>: Application of Permian Oilfield Partners, LLC for approval of a salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Silurian-Devonian formation through the Carpet Bomb Federal SWD Well #1 well at a surface location 1492 feet from the North Line and 250 feet from the West line of Section 12, Township 25 South, Range 33 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Silurian-Devonian formation at a depth of approximately 17,615' to 19,006'. Applicant further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day. Said area is located approximately 20.1 miles west northwest of Jal, New Mexico.
- 7. Case No. 20574 (De Novo): Application of Permian Oilfield Partners, LLC for approval of a salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Silurian-Devonian formation through the Vortex Federal SWD Well #1 well at a surface location 1151 feet from the North Line and 337 feet from the East line of Section 1, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Silurian-Devonian formation at a depth of approximately 16,619' to 18,427'. Applicant further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day. Said area is located approximately 20.1 miles west northwest of Jal, New Mexico.

8. (De Novo Case No. 20961)

Case No. 21233: Application of Permian Oilfield Partners, LLC for approval of a salt water disposal well in Eddy County, New Mexico. Applicant seeks an order approving disposal into the Devonian-Silurian formation through the Ramrod Fee SWD #1 well at a surface location 323 feet from the South line and 2,227 feet from the East line of Section 17, Township 21 South, Range 28 East, NMPM, Eddy County, New Mexico for the purpose of operating a salt water disposal well. Applicant seeks authority to inject salt water into the Devonian-Silurian formation at a depth of 12,851' to 13,530'. Applicant further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5.5 inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day.

- 9. Pending Litigation
- 10. Other Business
- 11. Next meeting October 14, 2021
- 12. Adjournment