

NOTICE OF HEARING

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO

The State of New Mexico, through its Oil Conservation Commission, hereby gives notice pursuant to law and Commission rules of the following meeting and public hearing to be held at 9:00 a.m. on **September 13, 2018**, in Porter Hall, 1st floor, Wendell Chino Building, 1220 South St. Francis Drive, Santa Fe, New Mexico, before the Oil Conservation Commission. 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) 476-3458 or through the New Mexico Relay Network at 1-800-659-1779 by **September 3, 2018**. 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.state.nm.us/OCD/. A party who plans on using projection equipment at a hearing must contact Ms. Davidson seven business days prior to the hearing requesting the use of the projection equipment. Wireless internet is available; however, the party must provide its own laptop computer.

STATE OF NEW MEXICO TO: **All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.**

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

Case No. 15073 Re-opened: Application of DCP Operating Company, LP to Re-Open Case No. 15073 to Amend Order R-13809 to Remove the Request to Remediate the Wells Identified in Paragraph 33, Lea County, New Mexico. Applicant DCP Operating Company, LP seeks an order from the New Mexico Oil Conservation Commission to amend Order R-13809. Specifically, Applicant seeks to modify paragraph 33 of Order R-13809, which currently reflects a request by the Oil Conservation Division for DCP to evaluate and potentially conduct remedial work on four wells offsetting Applicant's existing **Zia AGI #1** injection well: the **Delhi Federal-001 well** (API No. 30-025-20025), the **Lusk Deep Unit A-005 well** (API No. 30-025-20122), the **Gulf Federal-003 well** (API No. 30-025-20876), and the **Lusk Deep Unit-008 well** (API No. 30-015-10382). Applicant seeks to amend Order R-13809 by removing the Division's request to conduct remedial work on these wells. The existing Zia AGI #1 injection well will be maintained by the Applicant as a redundant back-up well to the existing Zia AGI #2D injection well. The anticipated limited injection into the Zia AGI #1 well is not expected to affect the four identified offsetting wells, making the requested remedial work no longer necessary. Said area is located approximately 30 miles northeast of Carlsbad, New Mexico.

Case No. 16403: Application of Hilcorp Energy Company to Amend the Well Density And Location Requirements And Administrative Exceptions of the Special Rules for the Blanco-Mesaverde Gas Pool, Rio Arriba and San Juan Counties, New Mexico. Applicant seeks to amend the Well Density Requirements of the Special Rules for the Blanco-Mesaverde Gas Pool (72319) for purposes of increasing well density for Mesaverde wells, Rio Arriba and San Juan Counties, New Mexico. Applicant seeks to update Rule I.B for the Special Rules for the Blanco-Mesaverde Gas Pool to authorize infill drilling, or simultaneous dedications of well recompletions, for up to eight wells within a standard 320-acre gas spacing unit ("GPU") by increasing the well density from the current maximum of four (4) wells (80-acre infill) as provided in Order R-10987-A(1) to a maximum of eight (8) wells (40-acre infill) per 320-acre GPU and up to four (4) wells within either quarter section within a GPU. Applicant also proposes to eliminate the well location requirements for each GPU and to update regulatory references in the Administrative Exceptions provision.

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico
on this 21st day of August, 2018.

**STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION**

Heather Riley, Chair

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