MICHAEL L. WILLIAMS, CHAIRMAN VICTOR G. CARRILLO, COMMISSIONER ELIZABETH A. JONES, COMMISSIONER

RAILROAD COMMISSION OF TEXAS FORMAL COMMISSION ACTIONS JANUARY 15, 2009

After providing notice as required by the Texas Open Meetings Act, the Railroad Commission of Texas held an open meeting at the William B. Travis Building, 1701 N. Congress Avenue, in Room 1-111, Austin, Texas, on Thursday, January 15, 2009, commencing at 9:30 a.m. Chairman Michael L. Williams and Commissioners Victor G. Carrillo and Elizabeth A. Jones were present. Chairman Williams presided.

OFFICE OF GENERAL COUNSEL-HEARINGS SECTION

GAS SERVICES PROTESTED

1. LP-Gas Docket No. 1984: enforcement action against Omar Morales for violation of Commission LP-Gas Safety Rule §9.7(a)(4), at Double Diamond Custom Homes, 5605 Curran Road, Von Ormy, Bexar County, Texas. The Commission unanimously approved the enforcement order.

GAS SERVICES UNPROTESTED

2. GUD No. 9782: Application of Exxon Mobil US Production Company, a division of Exxon Mobil Corporation, for waiver pursuant to 49 CFR 95.404(a)(3) and for authority to utilize alternative evidence of maximum operating pressure for the Means CO2 Pipeline, Gaines and Andrews Counties, Texas. The Commission unanimously approved the application.

3. GUD No. 9813: Application of Cinco Natural Resources Corporation for waiver pursuant to 49 CFR 192 for installation of "flexsteel" pipeline for its gas gathering pipeline system located in San Patricio and Nueces Counties, Texas. The Commission unanimously approved the application.

SURFACE MINING AND RECLAMATION

4. Docket No. C8-0003-SC-42-B: Application by Dos Repúblicas Coal Partnership for approval of transfer of Permit No. 42, Eagle Pass Mine, Maverick County, Texas. The Commission unanimously signed the order approving the application for transfer.

5. Docket No. C8-0003-SC-42-E: Application for acceptance of replacement reclamation performance bond (replacement collateral bond and amended letter of credit), and issuance of Permit No. 42A to Dos Repúblicas Coal Partnership, Eagle Pass Mine, Maverick County, Texas. The Commission unanimously approved the application.

OIL AND GAS PROTESTED

6. O&G 06-0257406: Penn Virginia Oil & Gas, L.P. to inject fluid into a reservoir productive of oil or gas, TJT Lease, Well No. 4 (Id #226959), Carthage, North (Cotton Valley) Field, Harrison County, Texas. The Commission unanimously approved the application.

7. O&G 7B-0258882: Johnson & Morris to inject fluid into a reservoir productive of oil or gas, Derryberry, C.L. Lease, Well Nos. 6 and 7, Coleman County Regular Field, Coleman County, Texas. The Commission unanimously approved the application.

8. O&G 0245869: Chesapeake Operating, Inc. to consider an exception to Statewide Rule 37 for the Green Gas Unit 1 Lease, Well No. 4, Oak Hill (Cotton Valley) (66461275) Field, Gregg County, Texas. The Commission unanimously denied the application.

9. O&G 04-0256342: Vtex Energy, Inc. enforcement action regarding State Tract 8181 (085547) Lease, Well No. A1, State Tract 8181 (093474) Lease, Well No. A6, State Tract 8181 (094611) Lease, Well No. A2, Samedan (Frio) (80090300) Field, Kleberg County, Texas. Violation of Statewide Rules 14(b)(2), 3(2). The Commission unanimously approved the enforcement order.

10. O&G 04-0256344: Vtex Energy, Inc. enforcement action regarding State Tract 8181 (085834) Lease, Well No. B1, State Tract 8181 (095563) Lease, Well No. B2, State Tract 8181 (095564) Lease, Well No. B3, Samedan (Frio) (80090300) Field, Kleberg County, Texas. Violation of Statewide Rules 14(b)(2), 3(2). The Commission unanimously approved the enforcement order.

11. O&G 04-0256345: Vtex Energy, Inc. enforcement action regarding State Tract 8181 (085548) Lease, Well No. F1, State Tract 8181 (092493) Lease, Well No. F2, State Tract 8181 (092494) Lease, Well No. F3, Samedan (Frio) (80090300) Field, Kleberg County, Texas. Violation of Statewide Rules 14(b)(2), 3(2). The Commission unanimously approved the enforcement order.

MOTION FOR REHEARING

12. O&G 08-0249225: Ice Brothers, Inc. to consider the complaint of Ice Brothers, Inc., Durango Resources Corp., and Pitts Energy Co. against Waha Storage & Transportation LP (now known as Enstor Waha Storage & Transportation LP) regarding Enstor's water injection project number F-16749, Waha (Delaware) (94648166) Field, Reeves County, Texas. The Commission unanimously denied the motion for rehearing.

AGREED ENFORCEMENT ORDERS

The Commission unanimously approved the following agreed orders:

13. O&G 02-0255404: RR Ventures Limited Partnership enforcement action regarding (732217) Operator, Reagan, L. A. (083541) Lease, Well No.3, Oakville-Wilcox (Slick) (66540625) Field, Live Oak County, Texas Shaw-Pressey (097230) Lease, Well No. B 1 San Domingo, S. (Frio L) (80197100) Field, Bee County, Texas. Violation of Statewide Rule 14(b)(2).

14. O&G 02-0253150: Red Fork Production, LLC enforcement action regarding Technik, A. L. (05687) Lease, Well Nos. 1, & 2 Valentine (Wilcox 9060) (92933400) Field, Lavaca County, Texas. Violation of Statewide Rule 14(b)(2).

15. O&G 02-0257362: Choice Exploration, Inc. enforcement action regarding Crabtree (129612) Lease, Well No.5, Heyser (Crabtree) (40957010) Field, Victoria County, Texas. Violation of Statewide Rules 3(1) and (2); 46(j); and 46(i)(2).

16. O&G 01-0256315: Carter Cattle & Crude Company enforcement action regarding (136700) Operator, Davenport North Pasture (09328) Lease, Well Nos. 1, 2, 3, 5, and 6, Salt Flat (79905001) Field, Caldwell County, Texas. Violation of Statewide Rules 3(1), (2), and (3); 9(1); and 46(a).

17. O&G 01-0256708: Blue Star Operating Company enforcement action regarding Nunley Lease, Well No. 6401h (0552397) Permit, Wildcat (00002001) Field, Maverick County, Texas. Violation of Statewide Rules 14(b)(2) and 16(b).

18. O&G 09-0251264: J. K. J. Company enforcement action regarding Andrews (00770) Lease, Well No. 02, Archer County Regular (03446001) Field, Archer County, Texas. Violation of Statewide Rule 14(b)(2) and (3).

19. O&G 09-0251231: Reneau Oil Co. enforcement action regarding Loftin -B- (18055) Lease, Well Nos. 1 and 3, Jack County Regular (45274001) Field, Jack County, Texas. Violation of Statewide Rules 14(b)(2); 13(b)(1)(B); 3(2) and (3); and 8(d)(1) and (4)(G)(i)(III).

20. O&G 04-0257469: Tyludadeda, LLC enforcement action regarding Garcia, P.G. (12021) Lease, Well No. 10, Cadena (14537001) Field, Duval County, Texas. Violation of Statewide Rule 14(b)(2).

21. O&G 7B-0246850: IPACT enforcement action regarding Dyer, J. F. (03501) Lease, Well Nos. 7, 10, 11, 12, 13, 14, 15, 16, 17, 18, 20, 21, 22, and 25, Shackelford County Regular (82522001) Field, Shackelford County, Texas. Violation of Statewide Rules 14(b)(2) and (3); 3(2); 8(d)(1); 46(j)(3(C); and 21(j).

22. O&G 7B-0254592: Comanche Well Service Corp. enforcement action regarding Diller (18751) Lease, Well Nos. 38, 39, 40 and 41, Shackelford County Regular (82522001) Field, Shackelford County, Texas. Violation of Statewide Rule 14(b)(2).

23. O&G 09-0259763: Snow Operating Co., Inc. enforcement action regarding Wimberly (065350) Lease, Well No.1, Clay-Ray (Congl.) (18741400) Field, Clay County, Texas. Violation of Statewide Rule 14(b)(2) and (3).

24. O&G 03-0255807: M & S Exploration enforcement action regarding Wadell English Lease, Well No. 1 (0518376) Permit, Wildcat (00006001) Field, Wharton County, Texas. Violation of Statewide Rule 14(b)(1).

25. O&G 09-0259791: Hood, J. Frank, Jr. enforcement action regarding Johnson, T. H. (30522) Lease, Well No.2, Wichita County Regular (97155001) Field, Wichita County, Texas. Violation of Statewide Rule 13(b)(2)(G).

26. O&G 02-0259515: Camoil, Inc. enforcement action regarding Davies Lease, Well No. 1 (0647003) Permit, Wildcat (00004001) Field, Victoria County, Texas. Violation of Statewide Rule 16(b).

27. O&G 09-0259798: Stephens & Johnson Operating Co. enforcement action regarding (817555) Operator, Staley-Mangold Unit (12565) Lease, K-M-A (47902001) Field, Archer County, Texas. Violation of Statewide Rule 8(d)(1).

28. O&G 09-0259677: Metroplex Barnett Shale LLC enforcement action regarding Atherton Murphy Unit 1 Lease, Well No. 1h (0647873) Permit, Newark, East (Barnett Shale) (65280200) Field, Ellis County, Texas. Violation of Statewide Rule 16(b).

29. O&G 7C-0258533: Colo Exploration Company, Inc. enforcement action regarding (168907) Operator, Bird, I. A. "D" (08375) Lease, Well No.7, Meadow Creek (Canyon) (60105500) Field, Coke County, Texas. Violation of Statewide Rules 14(b)(2) and (3); 3(1) and (2).

30. O&G 7B-0254433: Vortt Exploration Company, Inc. enforcement action regarding (887500) Operator, Buchanan, H. Unit (090673) Lease, Well No.1, Mineral Wells, S. (Congl) (61848500) Field; Melton-Terry Unit (091395) Lease, Well No.1, Mineral Wells, South (Strawn Lo) (61848870) Field; Dunaway, W. T. Unit Ii (110182) Lease, Well No.1, Mineral Wells, S (Peak Sand) (61848730) Field; Palo Pinto County, Texas. Violation of Statewide Rules 14(b)(2); 3(2) and (3); 17(b); and 8(d)(4)(G)(i)(III).

31. O&G 09-0259681: XTO Energy Inc. enforcement action regarding Jack Unit Lease, Well No. 1h (0610274) Permit, Newark, East (Barnett Shale) (65280200) Field, Tarrant County, Texas. Violation of Statewide Rule 14(b)(1).

32. LP-Gas Docket No. 1977: Amerigas Propane, L.P. enforcement action for violation of LP-Gas Safety Rule §9.132, at Sunshine Food Mart, Kaufman, Kaufman County, Texas.

33. LP-Gas Docket No. 1978: Amerigas Propane, L.P. enforcement action for violation of LP-Gas Safety Rule §9.132, at O. A. Shomali Corp., Canton, Van Zandt County, Texas.

34. LP-Gas Docket No. 1988: Neighborhood Hardware enforcement action for violation of Texas Natural Resources Code, §113.081(a)(4), at Neighborhood Hardware, 9924 Manchaca Road, Austin, Travis County, Texas.

35. LP-Gas Docket No. 2001: Ferrellgas, Inc. enforcement action for violation of LP-Gas Safety Rule §9.135, at International Paper 610 Pop Gun, San Antonio, Bexar County, Texas.

36. LP-Gas Docket No. 2005: Penman Services, L.T.D. enforcement action for violation of LP-Gas Safety Rule §9.135, at Weinert Gin Box 128 Weinert, Haskell County, Texas.

37. GUD Docket No. 9795: Lamar Oil and Gas, Inc., enforcement action for violation of Pipeline Safety Rule §8.210(a)(1), at System of Company ID 3165 (Unit ID 20191), P.O. Box 2197, Rockport, Texas, Nueces County, Texas.

38. Damage Prevention Docket No. 000306: M. J. Sheridan of Texas, Inc. enforcement action for violation of Underground Pipeline Damage Prevention Rules 16 TAC §§18.3(e) and 18.11(b), at Fox Avenue at Valley Parkway, Lewisville, Denton County, Texas.

39. Damage Prevention Docket No. 000654: CPS Energy enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at 155 W. Sunset, San Antonio, Bexar County, Texas.

40. Damage Prevention Docket No. 001101: McBride Electric enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.3(a), at 10001 South IH-35 & Brandt Street, Austin, Travis County, Texas.

41. Damage Prevention Docket No. 001361: NPL Construction Co. enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.10(b), at 1241 Hillcrest Drive (Repose Drive), San Antonio, Bexar County, Texas.

42. Damage Prevention Docket No. 001375: TTG Utilities enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.3(e), at Avenue E (Martin Luther King), Temple, Bell County, Texas.

43. Damage Prevention Docket No. 001504: Enterprise Products Operating LLC enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at FM 153 and FM 126, Nolan, Nolan County, Texas.

44. Damage Prevention Docket No. 001576: Atmos Energy, West Texas Division enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at Rural Hale County (Hale CR BB and CR 80), Plainview, Hale County, Texas.

45. Damage Prevention Docket No. 001578: Atmos Energy, West Texas Division enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at US 70 C.R., Plainview, Hale County, Texas.

46. Damage Prevention Docket No. 001580: Atmos Energy, West Texas Division enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at US 86 County Road 17, Tulia, Swisher County, Texas.

47. Damage Prevention Docket No. 001582: Atmos Energy, West Texas Division enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at FM 145 County Road 9, Silverton, Briscoe County, Texas.

48. Damage Prevention Docket No. 001583: Atmos Energy Corp., Mid-Tex Div. enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.5(a), at 5922 Cedar Springs (Inwood), Dallas, Dallas County, Texas.

49. Damage Prevention Docket No. 001584: Atmos Energy Corp., Mid-Tex Div. enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at 3953 Crestline (Camp Bowie), Fort Worth, Tarrant County, Texas.

50. Damage Prevention Docket No. 001593: Irrigation Services Inc. enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.4(b), at 4694 McDermott Road (Empire), Plano, Collin County, Texas.

51. Damage Prevention Docket No. 001594: A & B Cable Contractors, Inc. enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.4(e), at I-10 & Med Davis, Orange, Orange County, Texas.

52. Damage Prevention Docket No. 001595: CenterPoint Energy Entex enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.5(a), at I-10 & Med Davis, Orange, Orange County, Texas.

53. Damage Prevention Docket No. 001605: Texas Gas Service Company enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at 12319 Willow Wild Drive (Cardinal Hill), Austin, Travis County, Texas.

54. Damage Prevention Docket No. 001606: Housley Communications enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.3(e), at Hwy 6 and Hwy 40, College Station, Brazos County, Texas.

55. Damage Prevention Docket No. 001607: Texas Gas Service Company enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at East 35th Street (Helm Street), Austin, Travis County, Texas.

56. Damage Prevention Docket No. 001609: CenterPoint Energy Entex enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.8(a), at 15938 Bear Bayou (Sheldon Road), Houston, Harris County, Texas.

57. Damage Prevention Docket No. 001613: Tejas Directional Drilling enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.10(b), at 2516 Deep Eddy Trail (Lakepoint Drive), Keller, Tarrant County, Texas.

58. Damage Prevention Docket No. 001614: B & B Plumbing enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.11(b), at 155 N. Watts, Vidor, Orange County, Texas.

59. Damage Prevention Docket No. 001615: Matula & Matula Construction enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.11(b), at 217 W. Sidnor, Lake Jackson, Brazoria County, Texas.

60. Damage Prevention Docket No. 001622: Jimerson Underground enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.11(b), at 5225 Buffalo Speedway, Houston, Harris County, Texas.

61. Damage Prevention Docket No. 001623: CenterPoint Energy Entex enforcement action for violation of Underground Pipeline Damage Prevention Rules 16 TAC §§18.8(a) and 18.11(a), at 5225 Buffalo Speedway, Houston, Harris County, Texas.

62. Damage Prevention Docket No. 001633: Consys Concrete enforcement action for violation of Underground Pipeline Damage Prevention Rules 16 TAC §§18.3(a), 18.11(a) and 18.11(a), at 720 Pleasant Valley (Forest Hill), Richardson, Dallas County, Texas.

63. Damage Prevention Docket No. 001636: CenterPoint Energy Entex enforcement action for violation of Underground Pipeline Damage Prevention Rules 16 TAC §§18.5(a) and 18.11(a), at 3502 Oakville Drive, Conroe/Stephen Brown, Montgomery County, Texas.

64. Damage Prevention Docket No. 001638: Gra-Tex Utilities enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.11(b), at 1010 Coke Drive (McKay Street), Arlington, Tarrant County, Texas.

65. Damage Prevention Docket No. 001644: Northeast Services enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.11(b), at 3224 Chalmette Ct. (Stonewall), Forest Hill, Tarrant County, Texas.

66. Damage Prevention Docket No. 001652: City of Yorktown enforcement action for violation of Underground Pipeline Damage Prevention Rules 16 TAC §§18.3(a), 18.11(b), and 18.11(b), at 524 N. Eckhardt Street, Yorktown, De Witt County, Texas.

67. Damage Prevention Docket No. 001653: CenterPoint Energy Entex enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.11(a), at 15102 Treaty Oaks Street, Houston, Harris County, Texas.

68. Damage Prevention Docket No. 001656: CenterPoint Energy Entex enforcement action for violation of Underground Pipeline Damage Prevention Rules 16 TAC §§18.8(a) and 18.11(a), at 16302 Kempton Park, Houston, Harris County, Texas.

69. Damage Prevention Docket No. 001680: CenterPoint Energy Entex enforcement action for violation of Underground Pipeline Damage Prevention Rule 16 TAC §18.11(a), at 4226 Bermuda Drive, Pasadena, Harris County, Texas.

OIL AND GAS UNPROTESTED

CONSENT AGENDA

The Commission unanimously approved the following applications:

70. O&G 04-0259775: EOG Resources, Inc. to expand the correlative interval, amend field rules, and adopt a two factor allocation formula for the Urebeno, South (Lobo 6) Field; and to rename the Urebeno, South (Lobo 6) Field as the Urebeno, South (Lobo Cons.) Field, Zapata County, Texas.

71. O&G 10-0259372: Chesapeake Operating, Inc. to amend the field rules for the Lott Ranch (Granite Wash -A-) (55072350) Field, Wheeler County, Texas.

72. O&G 10-0259373: Chesapeake Operating, Inc. to amend the field rules for the Wheeler N.E. (Granite Wash) (96785300) Field, Wheeler County, Texas.

73. O&G 10-0259374: Chesapeake Operating, Inc. to amend the field rules for the Stiles Ranch (Granite Wash Cons.) Field, Wheeler County, Texas.

74. O&G 10-0259375: Chesapeake Operating, Inc. to amend the field rules for the P.C.X. (Granite Wash) (68050500) Field, Wheeler County, Texas.

75. O&G 10-0259376: Chesapeake Operating, Inc. to amend the field rules for the B & B (Granite Wash) (04660500) Field, Wheeler County, Texas.

76. O&G 03-0259186: Famcor Oil, Inc. to consider an MER for the Black Stone Minerals "J" (24509) Lease, Well No.1, Larry Drake (Yegua) (52098495) Field, Polk County, Texas.

77. O&G 03-0259895: Force 5 Energy, LLC to consolidate the Day (Buda), Day (Caprock), Day (Sub-Clarkville A), Day (Sub-Clarksville B), Day (Sub-Clarksville C), Day (Woodbine), Day, South (Sub-Clarksville), Day (Pecan Gap) and Day, South (Woodbine) Fields into the Day Field, and to consider adoption of a correlative interval designation for the proposed consolidated field, Madison County, Texas.

78. O&G 04-0259905: Milagro Exploration, LLC to expand the designated interval for the W. E. Colson (Vx. Bingo) (94257465) Field, Brooks County, Texas.

79. O&G 04-0260047: Buffco Production Inc. application to supersede the final order signed on February 12, 2008, in Oil and Gas Docket No. 04-0248625 requiring that the Walker A Lease, Well No.2 (RRC No.120668) Richard King (5400 A Upper) Field, and Walker (10682) Lease, Well No. 1, Richard King (5400 Upper) Field, be plugged, enabling Buffco Production Inc. to become the operator of record; Nueces County, Texas.

80. O&G 04-0260048: Buffco Production Inc. application to supersede the final order signed on February 12, 2008, in Oil and Gas Docket No. 04-0248630 requiring that the Walker "A" (10014) Lease, Well No. 3 Richard King Field, Walker -A- (08722) Lease, Well No. 4, Richard King (5430) Field, and Walker -A- (08580) Lease, Well Nos. 1,5, and 6 Richard King (5500) Field, be plugged, enabling Buffco Production Inc. to become the operator of record; Nueces County, Texas.

81. O&G 04-0260106: Lamar Oil & Gas, Inc. to consolidate the Copano Bay, S. (Fb-b, N-4), Copano Bay, S. (Fb-b, O-6), Copano Bay, S. (Fb-b; 0-6, Seg.1, Copano Bay, S. (Fb-b, 04) and Copano Bay, S. (Fb-b, 08) Fields into a single field to be known as the Copano Bay, S. (Fb-b: Frio Cons.) Field, and to adopt field rules for the proposed field, Aransas County, Texas.

82. O&G 06-0259896: Lime Rock Resources A, L.P. to amend the field rules for the Reklaw (Pettit) Field, Cherokee County, Texas.

83. O&G 06-0259897: Southwestern Energy Prod. Co. to amend the field rules for the Angie (James Lime) Field, Shelby and San Augustine Counties, Texas.

84. O&G 08-0259900: Exl Petroleum, LP to consider a new field designation for the University Brittany Lease, Well No. 1, to be known as the Saint Wilma Field; and to consider a two-part allocation formula for the proposed field, Andrews County, Texas.

85. O&G 10-0257036: Jones Energy, Ltd. to consider an application pursuant to Statewide Rule 13 pertaining to the casing, cementing, drilling, and completion requirements, George Earl Tubb Lease, Well No. 5-371h, Lipscomb, SW (Cleveland) Field, Lipscomb County, Texas.

86. O&G 10-0257037: Jones Energy, Ltd. to consider an application pursuant to Statewide Rule 13 pertaining to the casing, cementing, drilling, and completion requirements, Anita B. Anthony Lease, Well No. 6-372h, Lipscomb, SW (Cleveland) Field, Lipscomb County, Texas.

87. O&G 10-0257039: Jones Energy, Ltd. to consider an application pursuant to Statewide Rule 13 pertaining to the casing, cementing, drilling, and completion requirements, Willis D. Price Lease, Well No.15h, Lipscomb (Cleveland) Field, Lipscomb County, Texas.

88. O&G 10-0257040: Jones Energy, Ltd. to consider an application pursuant to Statewide Rule 13 pertaining to the casing, cementing, drilling, and completion requirements, Lutie W. Gex B Lease, Well No. 6-962h, Mammoth Creek, North (Cleveland) Field, Lipscomb County, Texas.

89. O&G 10-0259989: Range Production Company to consider a new field designation for the Sutter's Mill Lease, Well No. 170, to be known as the Roberts Co. (St. Louis) Field; and to adopt temporary field rules for the proposed Field, Roberts County, Texas.

90. O&G 7C-0258301: Henry Petroleum LP to consider an MER for the Spraberry (Trend Area) Field (85279200 and 85280300), Andrews, Crane, Crockett, Glasscock, Irion, Midland, Reagan, and Upton Counties (RRC Districts 7C and 08), Texas.

91. O&G 8A-0259606: Forest Oil Permian Corporation to consider a net gas-oil ratio for Tex-Mex, SE. (Wichita Albany) (89010700) Field, Gaines County, Texas.

92. O&G 8A-0259609: Sinclair Oil & Gas Company for Commission approval of the establishment of the proposed Miller (Spraberry) Unit for secondary recovery operations in the Hood (Spraberry) Field, Borden County, Texas.

93. O&G 03-0260178: Carrizo Oil & Gas, Inc. for the recommendation of a tight gas formation for the Yegua Formation Moss Bluff, North (63159001) Field, Moss Bluff, North (Yegua EY-4) (63159495) Field, Liberty County, Texas.

94. O&G 7C-0260396: ConocoPhillips Company for the recommendation of a tight gas formation for the Penn Sand Formation Deer Canyon (Penn) (23932325) Field, Terrell County, Texas.

95. O&G 06-0260071: Samson Lone Star, LLC for the recommendation of a tight gas formation for the Travis Peak Formation Douglass, W. (Travis Peak) (25864471) Field, Trawick (Travis Peak) (90998830) Field, Nacogdoches County, Texas.

96. O&G 06-0260070: Samson Lone Star, LLC for the recommendation of a tight gas formation for the Pettit and Travis Peak Formations Trawick (Pettit) (90998332) Field, Douglass, W. (Travis Peak) (25864471) Field, Nacogdoches County, Texas.

97. O&G 04-0260069: Hilcorp Energy Company for the recommendation of a tight gas formation for the Vicksburg Formation Rucias, N. (Fb E V-17) (78831427) Field, Brooks County, Texas.

98. O&G 04-0260397: Dewbre Petroleum Corporation for the recommendation of a tight gas formation for the Marks Sand (Lower Frio) Formation Landa (Marks) (51784225) Field, Hidalgo County, Texas.

99. O&G 04-0260534: Kerr-McGee Oil & Gas Onshore LP for the recommendation of a tight gas formation for the Vicksburg Formation Sun, North (Vicksburg 5960) (87124682) Field, Starr County, Texas.

100. O&G 03-0260265: Square Mile Energy, L.L.C. for making temporary filed rules permanent for the Big Hill Bayou (H-4) Field, Jefferson County, Texas.

101. Claim by O'Rion Services against the proceeds from the sale of salvage recovered during State-funded plugging operations on the following well: Orion Services (625717), Sam Swann "E" Lease (12752), Well No. 1, Adas (Canyon Reef) Field, Fisher County, Texas; State-funded Plug Code 7B-14325.

MASTER DEFAULT ORDERS

The Commission unanimously approved the following default orders:

102. O&G 04-0257157: Lone Star E&P, LLC enforcement action regarding Roos (068985) Lease, Well No. 16, Labbe (Pettus) (51124585) Field, Roos (08926) Lease, Well No. 17, Labbe (Govt. Wells) (51124225) Field, Duval County, Texas. Violation of Statewide Rule 5(c).

103. O&G 7C-0257729: Johnson, Charles enforcement action regarding Wilde (12001) Lease, Well No. 1, FWB (Canyon Sand) (29931100) Field, Tom Green County, Texas. Violation of Statewide Rule 14(b)(2).

104. O&G 06-0257531: LTS Oil & Gas enforcement action regarding Yarbrough (00091) Lease, Well No. 1, Carthage (16032001) Field, Panola County, Texas. Violation of Statewide Rule 14(b)(2).

105. O&G 06-0257530: L-Texx Petroleum, LP enforcement action regarding Rudd-Youngblood (13269) Lease, Well No. 1, Waskom, N. (Hill) (95375500) Field, Harrison County, Texas. Violation of Statewide Rule 14(b)(2).

106. O&G 7B-0257671: American Eagle Operating, Inc. enforcement action regarding (017967) Operator, Doan (28742) Lease, Well No. 1, Mead, N. (Cisco, Upper) (60042333) Field, Jones County, Texas. Violation of Statewide Rule 14(b)(2).

107. O&G 06-0257532: Gel Petroleum, Inc. enforcement action regarding Majors (080466) Lease, Well No. 1, Paxton (Paluxy) (69855500) Field, Panola County, Texas. Violation of Statewide Rules 14(b)(2) and (3); 17(b).

108. O&G 03-0257289: Gel Petroleum, Inc. enforcement action regarding Sisk 40 Acres (02994) Lease, Well Nos. 3, 5, and 6, Markham (57562001) Field, Matagorda County, Texas. Violation of Statewide Rule 14(b)(2) and (3).

109. O&G 06-0256331: Gel Petroleum, Inc. enforcement action regarding Mims, J. D. (089448) Lease, Well No. 1, Paxton (Hill) (69855400) Field, Panola County, Texas. Violation of Statewide Rule 14(b)(2).

OFFICE OF GENERAL COUNSEL-RULES

ADOPTION

110. Amendment of various rules in 16 Tex. Admin. Code Chapter 8 to implement changes to pipeline safety regulations regarding natural gas gathering, accident reporting, leak reporting, and enforcement penalties, and to update the adoption by reference of federal pipeline safety standards (GUD No. 9757). Chairman Williams and Commissioner Jones approved partial adoption of the rules, with a revised effective date of February 4, 2009, and deferred Sections 8.1 and 8.101 for further consideration at the next conference. The Commission heard comments from Mr. David Klein regarding this rule package.

ADMINISTRATIVE MATTERS

INTERGOVERNMENTAL AND PUBLIC RELATIONS

111. Legislative proposals for the 81st legislative session. The Commission approved going forward with certain legislative proposals.

OIL AND GAS DIVISION

112. Authority to award an extended service contract for plugging wells with state funds; requisition number 455-9-0454, for 21 wells located in Webb County (District 04); estimated value \$331,615. The Commission unanimously approved the extended service contract.

113. The Oil Field Cleanup Program report for Fiscal Year 2009, First Quarter. The report was presented and accepted by the Commissioners.

114. Update on the Daisetta sinkhole. The Commission received the division's latest update regarding the sinkhole.

OFFICE OF GENERAL COUNSEL

115. Federal Energy Regulatory Commission Docket No. RM08-2-000, Order No. 720, issued on November 20, 2008; Pipeline Posting Requirements under Section 23 of the Natural Gas Act. General Counsel Lindil Fowler informed the Commission that there was no updated information at this time.

PUBLIC INPUT

116. The Commission will provide an opportunity for general public input on any matter under the jurisdiction of the Commission, in accordance with the policy adopted on September 7, 2005. No member of the public provided input at this time.

The conference was adjourned at 2:37 pm.