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STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION

REPORTER'S TRANSCRIPT OF PROCEEDINGS COMMISSIONER HEARING Agenda Items 1 through 4 and 6 through 9 December 11, 2019 Santa Fe, New Mexico

BEFORE: ADRIENNE SANDOVAL, CHAIRWOMAN NIRANJAN KHALSA, COMMISSIONER DR. THOMAS ENGLER, COMMISSIONER MIGUEL LOZANO, ESQ.

This matter came on for hearing before the New Mexico Oil Conservation Commission on Wednesday, December 11, 2019, at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

Reported by:

Irene Delgado, NMCCR 253 PAUL BACA PROFESSIONAL COURT REPORTERS 500 Fourth Street, NW, Suite 105 Albuquerque, NM 87102 505-843-9241

Page 2 (Note: In open proceedings at 9:00 a.m.) 1 CHAIRWOMAN SANDOVAL: Good morning, everybody. I 2 3 will call this meeting to order. It's 9 a.m. on December 11, 2019. This is the meeting of the New Mexico Oil 4 5 Conservation Commission. I'm Adrienne Sandoval, director of 6 the Oil Conservation Division and chair of the Oil Conservation Commission. 7 Will the Commissioners introduce themselves for 8 9 the record. 10 COMMISSIONER KHALSA: Naranjan Khalsa, State Land Office. 11 COMMISSIONER ENGLER: Tom Engler, designate from 12 13 the Secretary of Energy. CHAIRWOMAN SANDOVAL: Also with us is Florene 14 Davidson, clerk to the Commission, and Miquel Lozano, 15 16 counsel for the Commission. There is a list of items on today's agenda on the 17 docket. Is there a motion and second to adopt the agenda? 18 COMMISSIONER ENGLER: I motion to approve the 19 agenda. 20 21 COMMISSIONER KHALSA: Motion to approve the agenda. 22 23 CHAIRWOMAN SANDOVAL: Sorry, before we approve 24 the agenda, we want to make a small amendment. Case Number 25 20795 will now be continued to the February 27, 2020 docket

Page 3 and will not be heard today. 1 2 With that modification, is there a motion and a 3 second to adopt the amended agenda. 4 COMMISSIONER ENGLER: I so move the amended 5 agenda. COMMISSIONER KHALSA: I so move the amended. 6 7 CHAIRWOMAN SANDOVAL: All those in favor signify 8 by saying aye. 9 Aye. 10 COMMISSIONER ENGLER: Aye. 11 COMMISSIONER KHALSA: Aye. 12 (Ayes unanimous.) 13 CHAIRWOMAN SANDOVAL: The motion carries. Τn 14 your packet are the draft minutes from the November 6 15 meeting. If you have read the minutes, are there any 16 corrections? COMMISSIONER ENGLER: I have read them and there 17 18 are no corrections. CHAIRWOMAN SANDOVAL: Is there a motion and a 19 20 second to adopt the minutes? COMMISSIONER ENGLER: I move. 21 22 COMMISSIONER KHALSA: I move. 23 CHAIRWOMAN SANDOVAL: All those in favor signify 24 by saying aye. 25 COMMISSIONER KHALSA: Aye.

Page 4 1 COMMISSIONER ENGLER: Ave. 2 (Ayes unanimous.) 3 CHAIRWOMAN SANDOVAL: The motion carries. Agenda Item Number 4 will be continued to February 27, 2020. And 4 5 Agenda Item Number 5, Case Number 20780 will now be heard. б (Agenda Item Number 5, Case Number 20780 was heard and concluded.) 7 CHAIRWOMAN SANDOVAL: Now we will move on to Item 8 9 Number 6. Mr. Lozano, is there anything to report on the 10 Commission's pending litigation? 11 MR. LOZANO: The only change recently was that in 12 13 the Delaware matter, the judge -- we had a hearing scheduled for January 6 on a motion to stay. All of the briefing is 14 complete in that case, and the judge decided to hold a 15 16 hearing on both the full case, the merits, and the motion to stay and move that to December 30. So that remains that we 17 will be having oral arguments on December 30. Other than 18 that, there is nothing to report to the Commission. 19 CHAIRWOMAN SANDOVAL: Thank you. Are there any 20 other business or announcements? 21 22 (No response.) 23 CHAIRWOMAN SANDOVAL: The next meeting is January 24 2 of 2020. That will be a special hearing on the penalties rule, and January 16 will be the regularly-scheduled 25

Page 5 Commission hearing. If there is no other business before the Commission, this meeting is adjourned at 3:33. (Agenda hearing concluded 3:33 p.m.)

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1	STATE OF NEW MEXICO
2	COUNTY OF BERNALILLO
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4	REPORTER'S CERTIFICATE
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6	I, IRENE DELGADO, New Mexico Certified Court
7	Reporter, CCR 253, do hereby certify that I reported the
8	foregoing proceedings in stenographic shorthand and that the
9	foregoing pages are a true and correct transcript of those
10	proceedings that were reduced to printed form by me to the
11	best of my ability.
12	I FURTHER CERTIFY that the Reporter's Record of
13	the proceedings truly and accurately reflects the exhibits,
14	if any, offered by the respective parties.
15	I FURTHER CERTIFY that I am neither employed by
16	nor related to any of the parties of attorneys in this case
17	and that I have no interest in the final disposition of this
18	case.
19	Dated this 11th day of December 2019.
20	
21	Irene Delgado, NMCCR 253
22	License Expires: 12-31-19
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