

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

**APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION  
COMPLIANCE AND ENFORCEMENT BUREAU FOR A COMPLIANCE ORDER  
AGAINST PECOS RIVER OPERATING, INC., FOR WELLS OPERATED IN  
CHAVES COUNTY, NEW MEXICO.**

**CASE NO. 15751**

**PRE-HEARING STATEMENT**

Applicant Oil Conservation Division Compliance and Enforcement Bureau ("OCD" or "Bureau") is seeking an order declaring:

1. That Pecos River Operating, Inc., ("Pecos River Operating, Inc." or "Operator") is out of compliance with 19.15.8 NMAC and NMSA 1978, § 70-2-14.
2. That Operator must comply with OCD Rules within 30 days of the issuance of a Division order.
3. If Operator does not comply with Division order, finding that Operator is out of compliance with a Division order.

The Bureau supports the approval because of the following:

1. Notice of Hearing was properly served as required by 19.15.4.9 NMAC and 19.15.4.10 NMAC.
2. The Bureau will present evidence that Operator currently has 2 wells out of compliance with Division Rule 19.15.8 NMAC.

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**PETITIONERS'S PROPOSED EVIDENCE**

**WITNESS:**

**ESTIMATED TIME: 5 minutes**

**Denise Gallegos, NMOCD Bond Administrator**

**Testimony on compliance with OCD Financial Assurance Requirements.**

**The Bureau reserves the right to call additional witnesses not listed herein on rebuttal.**

**PROCEDURAL MATTERS**

**None.**

Respectfully submitted  
this 13 day of July, 2017 by



**Keith W. Herrmann**  
**Energy, Minerals and Natural**  
**Resources Department**  
**1220 S. St. Francis Drive**  
**Santa Fe, NM 87505**  
**(505) 476-3463**  
**(505) 476-3462 (fax)**  
**Email: *Keith.Herrmann@state.nm.us***  
***Attorney for the Oil Conservation Division***  
***Compliance and Enforcement Bureau***

**CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing pleading was sent electronically to the following party on July 13, 2017:

**Jordan L Kessler**  
***jlkessler@hollandhart.com***

  
**Keith W. Herrmann**