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

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

PRE-HEARING TRANSCRIPT

July 11, 2019

Santa Fe, New Mexico

BEFORE: WILLIAM V. JONES, CHIEF EXAMINER DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, William V. Jones, Chief Examiner, and David K. Brooks, Legal Examiner, on Thursday, July 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: Mary C. Hankins, CCR, RPR

New Mexico CCR #20

Paul Baca Professional Court Reporters 500 4th Street, Northwest, Suite 105

Albuquerque, New Mexico 87102

(505) 843-9241

- 1 (8:18 a.m.)
- 2 EXAMINER JONES: Okay. Let's get started
- 3 this morning. This is Thursday, July 11th, 2019. This
- 4 is the examiner hearing, Docket Number 23-19. I'm
- 5 William V. Jones. This is David Brooks, and Kathleen
- 6 Murphy is also here early this morning.
- 7 I hope you-all got a copy of the docket.
- 8 The official docket is on the website. If you -- get
- 9 you a copy of the spreadsheet of the docket, which
- 10 should be back in the back. We made it extra small
- 11 print so it's actually hard to read. But the original
- 12 docket is on the website, and you probably have a
- 13 computer with you so you can pull it up as we go, and it
- 14 has the official -- official abstracts for every case.
- We're going to have a special hearing
- 16 tomorrow. It's different than this hearing. It's not
- 17 included on this list of cases, and it's published on
- 18 the website also. So we'll start that tomorrow at 9:00.
- 19 Is that right, Marlene?
- MS. SALVIDREZ: Yes.
- 21 EXAMINER JONES: And that's listed on here
- 22 at 9:00 a.m. for tomorrow morning.
- 23 EXAMINER BROOKS: I thought you said 8:30
- 24 tomorrow morning.
- 25 EXAMINER JONES: Well, I did, but Marlene

- 1 had already put it on the docket as 9:00.
- 2 And Kathleen wanted to say a couple of
- 3 words about exhibits.
- 4 MS. MURPHY: As you know, you submit the
- 5 exhibits, and usually I email you as a follow-up and
- 6 have you submit the exhibit in a PDF. And some of you
- 7 are new, and I do apologize that you haven't been
- 8 brought into the fold, but we've had some difficulties
- 9 lately getting exhibits in on time. And actually
- 10 yesterday I finished entering in exhibits that were
- 11 probably from two hearings ago. And so I need for you
- 12 lawyers to have your legal assistants email them
- 13 directly. You can give them a list and have them email
- 14 them to me. And I just am -- I don't have the time
- 15 anymore to chase people down with emails and hope that
- 16 the exhibits come to me and then get entered in our
- 17 public website. And if they're not entered in a timely
- 18 manner, when the examiner goes to write the order and
- 19 they're not there, then some things stall out.
- 20 And so I do know that sometimes -- well,
- 21 people will send me exhibits, and they'll send seven or
- 22 eight, Exhibits 1 through 4, 5 through 7, and there will
- 23 be many copies. Please just send me one PDF. And how
- 24 you make that PDF is line them up sequentially. Use
- 25 your case file number, part one, part two. I mean, I

- 1 know you have certain things you need to say for
- 2 yourself, but at the end of -- when they're lined up in
- 3 windows, combine them all, highlight them all, right
- 4 click, combine all the copies into one and email one
- 5 copy, because it's more difficult to enter ten copies of
- 6 individual exhibits versus the entire document.
- 7 And I know some of you are worried about
- 8 the size of the document coming through our firewall,
- 9 and that's really not been a problem. I was receiving
- 10 28-meg documents yesterday. And if you feel you need to
- 11 split it into two, that's fine also, but just -- we need
- 12 you to send them to me.
- 13 And another thing is when you send them,
- 14 put the case file number in the title. I don't know all
- 15 the Dos Equis wells and what cases they go to, and
- 16 yesterday they were listed by -- by the well name, and
- 17 it was very confusing. So at least put your case file
- 18 number in the title of the PDF that I'll download. And
- 19 I do open them up, so if there are several cases that
- 20 they need to go in, I'll find that out, and I'll enter
- 21 them. You should check and see probably at least by a
- 22 week later and see that the documents are in your case
- 23 file, and if not, you can email me. I download them to
- 24 my desktop and enter them a few at a time.
- So I admit I am not without guilt here and

1 that sometimes my email box blows up and sometimes I've

- 2 asked people to send things twice, but we need to get
- 3 this straightened around so things go better.
- 4 EXAMINER JONES: Marlene, do you have any
- 5 thoughts or comments on your process or --
- 6 Marlene is in charge of, basically, our
- 7 docket. So anytime you want to set up a special docket,
- 8 get with Marlene on that.
- 9 (Cell phone ringing.)
- 10 EXAMINER JONES: She is very much helping
- 11 Florene, and they work together as a team.
- 12 Okay. I'm going to over all these
- 13 continuances and dismissals.
- MR. PADILLA: Mr. Examiner, I have a
- 15 question for Ms. Murphy.
- MS. MURPHY: Yes.
- 17 MR. PADILLA: You're obviously talking
- 18 about exhibits that have been admitted here.
- MS. MURPHY: Yes.
- 20 MR. PADILLA: After the hearing is when we
- 21 need to send the package?
- 22 MS. MURPHY: Right. You have to have your
- 23 legal assistant send the PDF electronically. I mean, we
- have the hard copy, so it's the PDF.
- MR. PADILLA: Okay. I got it.

- 1 MS. MURPHY: It's actually easy.
- 2 MR. PADILLA: You don't want them ahead of
- 3 the hearing?
- 4 MS. MURPHY: No, because I wouldn't get
- 5 them.
- 6 EXAMINER BROOKS: When you talk about
- 7 exhibits being admitted, I think I need to say something
- 8 from a lawyer's perspective, because we all know when
- 9 you go through a trial, you-all know what exhibits have
- 10 been admitted and what have not. If you're not clear on
- 11 the protocol, the court reporter will clear it up for
- 12 you, and if the court reporter is wrong, you have to
- 13 take it up with the judge. Well, we don't have that
- 14 procedure here. So my thinking is that if there is an
- 15 exhibit that has been for any reason refused, in the
- 16 unlikely event that might occur, include it with the
- 17 exhibits just as though it had been admitted because the
- 18 examiner can refer back to the record to see whether it
- 19 was admitted or not, if that matters, which it really
- 20 doesn't because it can still come into the case before
- 21 the Commission.
- 22 EXAMINER JONES: Yeah. And we do have --
- 23 we recognize there are two sets, basically, of exhibits,
- 24 the Affidavit of Notice that the attorneys prepare and
- 25 then the exhibits that the technical examiners prepare.

- 1 But it is easier to look at them in our files if they
- 2 are in all one thumbnail, and that's the way Kathleen is
- 3 asking for them. So if it requires the attorneys to
- 4 receive the exhibits from your technical examiners and
- 5 then merge it with your affidavit exhibit PDFs, well,
- 6 you can do that with Adobe Acrobat.
- 7 MS. MURPHY: Right. Highlight them all,
- 8 right click, combine all files.
- 9 EXAMINER JONES: I don't think they have to
- 10 be in any order specifically.
- MS. MURPHY: If anyone has questions, they
- 12 can email me.
- 13 EXAMINER JONES: This list that is in the
- 14 back of the room and I emailed out last night -- I'm
- 15 going to read all these, but before I do, if you have --
- 16 obviously, know of some changes to what's listed here,
- 17 would you please tell me right now so we can at least
- 18 have two steps.
- 19 (Ms. Murphy leaves the room.)
- 20 MR. HOUGH: For Case Number 20591, item
- 21 number 10, just request that be continued. We had
- 22 modifications to that, and I can -- the continuance when
- 23 I get back to the office. I'm not sure --
- 24 (The court reporter requested Mr. Hough
- speak louder.)

1 EXAMINER JONES: What I heard was Case

- 2 20591 is continued; is that correct?
- MR. HOUGH: Yes.
- 4 EXAMINER JONES: Any other changes?
- 5 MR. DOMENICI: Mr. Examiner, case number
- 6 six, 20588, there is a motion to dismiss on that, which
- 7 we would like to hear, but the actual substance of that,
- 8 we're going to request be continued.
- 9 Pete Domenici on behalf of Solaris.
- 10 EXAMINER JONES: Thanks, Pete. We'll call
- 11 that case and talk about the motion.
- MR. DOMENICI: Thank you.
- 13 EXAMINER JONES: Okay. Any other changes?
- 14 On page 1, Case 20583 is continued. 20584
- is dismissed. 20586 is continued. 16265 is continued.
- 16 20591 and 20592 are continued. 20595 is dismissed.
- 17 20596 and 20597 are continued, and 2060 [sic] through
- 18 20- -- 20619 are continued. That goes through number 38
- 19 on the docket. Number 40 on the docket is -- 20621 and
- 20 20622 are both continued. 20627 and 20628, 20629 are
- 21 dismissed. We got those requests three or four weeks
- 22 ago. So those are still a go for dismissal. And 20630
- 23 through 20633 are continued.
- Any other changes to the docket?
- 25 Any other administrative matters?

Page 9 I'm just going to go down the list. We're instructed to hear the SWD cases first, so if anybody else wants a change, let me know. If not, let's call the first case of the day. (The prehearing proceedings conclude, 8:30 a.m.) 

- 1 STATE OF NEW MEXICO
- 2 COUNTY OF BERNALILLO

3

- 4 CERTIFICATE OF COURT REPORTER
- 5 I, MARY C. HANKINS, Certified Court
- 6 Reporter, New Mexico Certified Court Reporter No. 20,
- 7 and Registered Professional Reporter, do hereby certify
- 8 that I reported the foregoing proceedings in
- 9 stenographic shorthand and that the foregoing pages are
- 10 a true and correct transcript of those proceedings that
- 11 were reduced to printed form by me to the best of my
- 12 ability.
- I FURTHER CERTIFY that the Reporter's
- 14 Record of the proceedings truly and accurately reflects
- 15 the exhibits, if any, offered by the respective parties.
- I FURTHER CERTIFY that I am neither
- 17 employed by nor related to any of the parties or
- 18 attorneys in this case and that I have no interest in
- 19 the final disposition of this case.
- DATED THIS 26th day of July 2019.

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MARY C. HANKINS, CCR, RPR
Certified Court Reporter
New Mexico CCR No. 20

Date of CCR Expiration: 12/31/2019
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25