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

IN THE MATTER OF PROPOSED AMENDMENTS TO THE COMMISSION'S RULE ON NATURAL GAS GATHERING SYSTEMS, 19.15.28 NMAC

CASE NO. 22225

OIL CONSERVATION DIVISION'S PRE-HEARING STATEMENT

The Oil Conservation Division ("OCD") submits this Pre-Hearing Statement in accordance with 19.15.3.11(B) NMAC.

I. STATEMENT OF THE CASE

OCD proposes to amend two sections of 19.15.28 NMAC – Natural Gas Gathering Systems ("Part 28"): (1) 19.15.28.8(F)(3) NMAC, to correct the lost natural gas calculation; and (2) 19.15.28.10(B) NMAC, to correct an internal citation and to change "produced" to "gathered", which is the appropriate term for natural gas gathering systems.

II. TESTIMONY AND EXHIBITS

OCD's witness will be Mr. Jim Bolander, a registered professional engineer and the president of JLB Engineering, LLC. After receiving his B.S. in Petroleum Engineering from Louisiana State University, Mr. Bolander worked in a range of engineering positions in the oil and gas industry, including stints as vice president of operations, chief operations engineer, vice-president for health, safety and environment, and senior vice president for resource development. He also testified on behalf of OCD in the hearing for the original Part 28. His qualifications are described in Exhibit 1. Mr. Bolander will explain the purpose of the proposed amendments to Part 28 as more fully described in the powerpoint presentation in Exhibit 2. OCD estimates that Mr. Bolander will testify for 15 minutes.

OCD reserves the right to call rebuttal witnesses and offer rebuttal exhibits.

III. PROCEDURAL MATTERS

As of the time of this filing, OCD is not aware of any procedural matters to be resolved prior to the hearing.

Respectfully submitted,

Eric Ames

Assistant General Counsel
New Mexico Energy Minerals and Natural
Resources Department
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505
(505) 476-3463
eric.ames@state.nm.us

CERTIFICATE OF SERVICE

I hereby certify that this pleading and exhibits were mailed electronically on November 24, 2021 to:

Michael H. Feldewert, Esq. Adam Rankin, Esq. Holland & Hart P.O. Box 2208 Santa Fe, New Mexico 87504 mfeldewert@hollandhart.com agrankin@hollandhart.com

Attorneys for New Mexico Oil & Gas Association

Eric Ames