

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

IN THE MATTER OF THE APPLICATION OF THE
NEW MEXICO OIL CONSERVATION DIVISION
FOR ADOPTION OF AMENDMENTS TO 19.15.14.8
AND 19.15.16 NMAC

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CASE NO. 14744

THE DIVISION'S SUPPLEMENTAL APPLICATION

The New Mexico Oil Conservation Division, Applicant, now files its Supplemental Application in order to propose certain changes to the Rule Amendments it originally proposed in this case, as follows:

1. The Division, as Applicant in this rulemaking proceeding, is authorized to recommend changes at any time. 19.15.3.11.C.1 NMAC.

2. The rule amendments previously offered by Applicant do not provide under what circumstances a "project area," as defined in proposed 19.15.16.7.K, may be the subject of compulsory pooling. The Division hereby proposes the following changes to the proposals in its original application:

(1) **Proposed Rule 19.15.16.15.F, entitled "Compulsory pooling" should be deleted. 19.15.16.15.G and 19.15.16.15.H should be re-numbered as 19.15.16.15.F and 19.15.16.G, respectively.**

(2) **Proposed 19.15.16.15.H (re-numbered as 19.15.16.15.G) should be changed to read, in lieu of "voluntary agreement for compulsory pooling", "voluntary agreement or, if applicable, compulsory pooling".**

3. The reasons for these proposed changes are more fully explained in the Division's Brief filed herewith.

WHEREFORE, the Division asks the Commission to adopt the rule amendments it has proposed with the changes set forth above.

RESPECTFULLY SUBMITTED,



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CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was electronically mailed on the following party on November 21, 2011:

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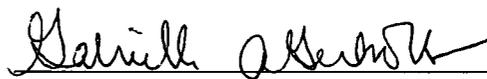
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