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

CASE NO. 14948

APPLICATION OF LOS LOBOS RENEWABLE POWER, LLC (FORMS G-112) FOR APPROVAL TO INJECT INTO A GEOTHERMAL AQUIFER THROUGH TWO PROPOSED GOETHERMAL INJECTION WELLS AT THE SITE OF THE PROPOSED LIGHTNING DOCK GEOTHERMAL POWER PLANT, HIDALGO COUNTY, NEW MEXICO.

OIL CONSERVATION DIVISION'S AMENDED PRE-HEARING STATEMENT

- 1. The New Mexico Oil Conservation Division hereby enters its appearance as an Intervenor in this case.
- 2. Parties and Attorneys:

Applicant Los Lobos Renewable Power, LLC

Applicant's Attorney Michelle Henrie, Esq.

michelle@mhenrie.com 225 E. DeVargas Santa Fe, NM 87501

Phone 505-842-1800 FAX 505-842-0033

Protestant Americulture, Inc.

Protestant's Attorney Charles N. Larkins

charles@larkinslawfirm.com

P.O. Box 91357

Albuquerque, NM 97199 Phone 505-404-9377 FAX 877-604-8340

Intervenor New Mexico Oil Conservation Division

Intervenor's Attorney David K. Brooks

david.brooks@state.nm.us

1220 S. St. Francis Dr.

Santa Fe, NM 87505

Phone 505-476-3450

FAX 505-476-3462

3. Concise Statement of the Case:

Los Lobos Renewable Power, LLC (Applicant), filed administrative applications (Forms

G-112) pursuant to 19.14.93.8 NMAC to place two proposed geothermal injection wells (Wells

Nos. 53-7 and 55-7) on injection for well testing and potential future re-injection of geothermal

waters, at the Lightning Dock Geothermal Power Facility. These applications have been

protested by Damon E. Seawright on behalf of AmeriCulture, Inc (Protestant). This hearing is

being conducted pursuant to the Geothermal Resources Conservation Act, NMSA 1978 Sections

71-5-1 through 71-5-24, as amended, and Rules set forth in 19.14 NMAC, especially 19.14.93.8

NMAC, concerning permitting of geothermal injection and disposal wells. The hearing will be

conducted by a Division-appointed hearing officer. The issues to be addressed concern whether

the proposed injection will contaminate any underground source of drinking water or otherwise

cause waters of the State of New Mexico to exceed applicable water quality standards; reservoir

capacity; and whether such injection will cause waste of geothermal resources or impair

correlative rights of geothermal users, as defined in 19.14.1.7.C NMAC.

4. Witnesses:

Carl Chavez, OCD environmental engineer and geothermal permit writer will present

proposed Conditions of Approval for the permits requested by Applicant. Additionally, the

Division reserves the right to call Mr. Chavez as a rebuttal witness.

5. Time to Present Case:

30 minutes

2

6. <u>Procedural Matters to be Resolved Prior to the Hearing:</u>

The Division anticipates that the Applicant and possibly the Protestant may request to submit some exhibits under seal, and to close portions of the hearing. These issues, if raised, need to be resolved before the beginning of the hearing of testimony.

7. <u>Intervenor, Division's Position</u>:

The Division does not oppose the Application.

Respectfully Submitted

David K. Brooks

Attorney for The New Mexico Oil Conservation

Division

CERTIFICATE OF SERVICE

Copies of this Amended Pre-Hearing Statement were served on Ms. Henrie and Mr. Larkin by email on February 12, 2013.

David K Brooks