STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENTE CEIVED ()C[) OIL CONSERVATION COMMISSION

2015 FEB 10 A 9: 40

APPLICATION OF THE NEW MEXICO OIL AND GAS ASSOCIATION TO REPEAL AND REPLACE TITLE 19, CHAPTER 15, PART 34 OF THE NEW Feb. 10, 2015 MEXICO ADMINISTRATIVE CODE ADDRESSING PRODUCED WATER, DRILLING FLUIDS AND OTHER LIQUID OIL FIELD WASTE; AND TO AMEND THE DEFINITION OF PRODUCED WATER IN TITLE 19, CHAPTER 15, PART 2, OF THE NEW MEXICO ADMINISTRATIVE CODE.

CASE NO. 15239

AFFIDAVIT OF NOTICE

My name is Florene Davidson, and I am a Staff Manager/Commission Clerk with the Energy, Minerals and Natural Resources Department. I hereby certify that notices of Case 15239 were given as follows:

- 1. On October 7, 2014, the New Mexico Oil and Gas Association (NMOGA) filed an Application for Rulemaking to repeal and replace Title 19, Chapter 15, Part 34 of the New Mexico Administrative Code. The date of hearing by the Oil Conservation Commission (OCC) was set for February 13, 2015.
- 2. <u>19.15.3.9(A)(1) NMAC</u> requires that the notice be published one time in a newspaper of general circulation in the state, no less than 20 days prior to the scheduled hearing date. The proposed rulemaking in Case 15239 affect the state of New Mexico.

The Albuquerque Journal is a newspaper of general circulation in New Mexico. *Exhibit 1* is a copy of the publication from the Albuquerque Journal, showing publication of the Notice on January 16, 2015.

- 3. 19.15.3.9.A(2) NMAC requires that the notice be published on the applicable OCC docket and that the clerk send the docket by regular or electronic mail not less than 20 days prior to the hearing to all who have requested such notice. The docket containing the notice was sent January 15, 2015 by electronic mail to those individuals who requested such notice, and to those individuals who requested notice of rulemaking. See *Exhibit* 2, attached.
- 4. <u>19.15.3.9.A(3) NMAC</u> requires that the notice be published one time in the New Mexico Register, with the publication date not less than 10 business days prior to the scheduled hearing date. The Notice was published in the New Mexico Register on February 2, 2015. See *Exhibit 3*, attached.

19.15.3.9.A(4) NMAC requires that the notice be published by posting on 5. the OCD's website not less than 20 days prior to the scheduled hearing date. The Notice was scanned and posted on January 15, 2015.

This concludes my affidavit.

SUBSCRIBED AND SWORN to before me this <u>ID</u> day of February 2015.

My Commission Expires:

New Mexico Energy Mineral Natural Resources Department

STATE OF NEW MEXICO ENERGY, MINERALS AND DEPARTMENT

OIL CONSERVATION DIVISION SANTA FE NEW MEXICO

The State of New Mexico, through its Oil Conservation Commission hereby gives notice pursuant to law and Commission rules of the following meeting and public hear-ing to be held at 9:00 A.M. on Feb ruary 13; 2015; in Porter Hall at 1220 South St. Francis Drive; San-ta Fe, New Mexico, before the Oil ta Fa, New Mexico; before the Oil Conservation Commission. If you are an individual with a disability, who is in need of a reader, amplifier, qualified sign language interpreter or any other form of auditinary, aid or service to attend or participate in the interpreter or any other form of auditinary, aid or service to attend or participate in the interpreter of a participate in the inte taci Commission, Clerk Florenel
Davidson at (505) 476-3458 or,
through the New Mexico Relay
Network (1:800-659-(779) by
February 3: 2015: Public documents can be provided in various,
accessible toms: Please; contact
Ms. Davidson if a summary or other type of accessible form is needed: A pretiminary fagendal will be
available to the public no later man
two weeks provided. wo weeks prior to the meeting: " two weeks' prior to the 'meeting: 'A' final' agenda will be available no later than '72' hours preceding the 'meeting: 'Alembers of the public may obtain copies of the agenda CL by contacting Ms' Davidson at the phone 'number 'indicated' above. Also, the agenda will be posted on the Ol Conservation brision website at 'www.emind.state.nm.us.' (A' party who bans on using.order.) party who plans on using projec-tion equipment at a hearing must contact. Florene Davidson seven (7) business days prior to the hearing requesting the use of the hearing requesting the use of the footbook equipment. Wireless internet is a validable; however, the party must provide its own laptop computer. CASE 15239: Application Of Lind (Gas 'Association' To 'Repeal And (Replace Title' 19, Chanter 1s, Part 34 Of The New Mexico Administrative Cortle 'Addressing Produced'. A Of The New Mexico Administrative Code Addressing Produced Water, Dritting Fluids And Other Liquid Oil-Field Waster, And To Amend The Definition Of Produced Water in Title 19, Chapter 15, Part 2, Of The New Mexico, Administrative Code Applicant Seeks an order trepeating Title 19, Chapter 15, Part 34 of the New Mexico Administrative Code (NMAC) and replacing it with a new proposed rule Applicant also seeks to amend the definition of produced water since The 19, Chapter 15, Part 2, NMAC. The proposed rule and amendment are Unapter 15; Part 2; NMAC. The proposed rule and amendment are intended to 40; (1) "Encourage and promote the recycling or re-use of produced water in "the production of oil and gas in a manner that provides reasonable protection to the production and the provides reasonable protection to tresh waters; ithe public health, and the environment; (2) Clarify and codify when the disposition by and codify when the disposition by use of produced water requires prior approval by the New Mexico Oil Conservation a Division and when registration its sufficient; (3) require produced water recycling facilities succeed to the proposed full to either be permitted or registration with the Division (4) Permitted or registration and produced water registrations with provider and produced water registrations with the Division (4) Permitted or registrations with the Division (4) Permitted or registrations with the Division (4) Permitted or registrations with the produced (4) Permitted (4) Permi mer to enter or permitted or regis-tered with the Division; (4) Permit by "tile" produced (water i recycling containments for a timed period of time! to store, treat and recycle produced water focuse in the drill-tion, comparison. pugging of oil and gas wells; (5) Prevent any suse of a recycling, containments for the disposal of produced water to tother oilfield wastes; (6) Water to tother oilfield

AFF DAVIT OF PUBLICATION

STATE OF NEW MEXICO County of Bernalillo SS

Linda MacEachen, being duly sworn, declares and says that she is Classified Advertising Manager of The Albuquerque Journal, and that this newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Session Laws of 1937, and that payment therefore has been made of assessed as court cost; that the notice, copy of which is hereto attached, was published in said paper in the regular daily edition, for _____ times, the first publication being on 20______, and the subsequent consecutive publications on

Sworn and subscribed before me, a Notary Public, in and for the County of Bernalillo and State of New Mexico this_ encial of 20 /).

PRICE

Statement to come at end of month.

ACCOUNT NUMBER ___

OFFICIAL SEAL Sandra B. Gutierrez NOTARY PUBLIC STATE OF NEW MEXICO My Commission Expires:

EXHIBIT

wastes; (6) Adopt for the proposed, produced water recycling
containments/applicable, string; design; construction; operation; closure and site reclamation, provisions; (7) Establish when and
what type of financial assurance its
required for operators of produced
water recycling) containments; and
when that financial assurance can
be released; (8) Adopt provisions
to seeking a variance from the requirements of the proposed intile;
(9) Retain; the current provisions
(119.15.34.81 through 19.15.34.15 (9). Rettain the fourent provisions of 119.15.34.81 through 19.15.34.12 taddressing Tand regulating the transportation of produced awater, drilling, "fluids," and vother, liquid, oilfield, wastes, (10). Adopt provisions for the immediate enforcement of the proposed build by, the New Mexico (Di Conservation Division; and (11)). Month, the telefinition of produced water, in Title 19. Chapter, 15. Part 2, NMAC, to match the definition of produced water in Section 70.2 33(K) of the Ol'and Gass/Act. The proposed rule and amendment are available from Division. Administrator, Tule and amendment are available from Division Administrator [Forene Davidson at 16] (505): 476-3458 or can be viewed on the Division State and the proposed when the proposed when the proposed when or amendment to great the proposed when or amendment in the proposed when the proposed whe must be received by the Division in later, than 5:00 P.M. on January 30, 2015: Persons intending to provide written comments on the proposed fulle change must submit their written comments in later, than 5:00 p.m. on February 6; 2015 to the Division's Administration. Persons, intending the other technical testimony at the hearing statement contoning to the requirements of 19.15.3.11 NMAC; and six copies of all exhibits the person will offer in evidence fat the hearing; for later than February 6, 2015 Proposed modifications and written comments may be harded delivered or mailed to Ms. Davidson at the way be fasted to Ms. Davidson at 1605 476-3462. Prohearing Islatements, must be thand delivered or mailed to Ms. Davidson at the above address. If you are an individual with disability who is in need of a reader; amplifier, qualified right language interyou are an individual with disability who is in need of a reader, amplifying an individual with disability who is in need of a reader, amplifying an individual and of service to attend or participate in the hearing please conticopate in the hearing at (505) 476-3458 (or. the New Mexico of Conservation, Commission at Santa 19. New Mexico of this 13th day of January, 2015.

STATE OF NEW MEXICO OLL CONSERVATION DIVISION DEVICE CONSERVATION DIVISION DEVICE CONSERVATION DIVISION CONSERVATION CONSERVATION DIVISION CONSERVATION CONSERVATION DIVISION CONSERVATION CONSE David Catanach Director, Oil Conservation Division Journal: January 16, 2015

Davidson, Florene, EMNRD

From:

Davidson, Florene, EMNRD

Sent:

Thursday, January 15, 2015 8:53 AM

To:

(mpf@stateside.com); (lpena@riceswd.com); (kjones@riceswd.com); (hconder@riceswd.com); (AllisonR.Marks@state.nm.us); Bailey Griffith (Bailey, Griffith@state.nm.us.); Balch (balch@prrc.nmt.edu); (ballen@sesi-nm.com);

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Ray Powell (rpowell@slo.state.nm.us); (rtupman@hess.com); Richard Corcoran (Richard Corcoran@conocophillips.com); (richard ezeanyim@state.nm.us); Seth

McMillan (sMcMillan@montand.com); (dvstrang@slo.state.nm.us);

(stan.phillips@apachecorp.com); Suzi Yahney (syahney@heycoenergy.com); Terry Warnell (twarnell@slo.state.nm.us); Tony Herrell (Tony_Herrell@blm.goy); Tyra Feil (Tyra Feil@duganproduction.com); Veronica Maldonado (vmaldonado@blm.gov);

'Patricia Clugston'

Subject: **Attachments:** February 13, 2015 OCC Meeting Notice

2-13 OCC HEARING pdf; 2-13 OCC HEARING doc

Your message is ready to be sent with the following file or link attachments:

2-13 OCC HEARING.pdf 2-13 OCC HEARING.doc

Note: To protect against computer viruses, e-mail programs may prevent sending or receiving certain types of file attachments. Check your e-mail security settings to determine how attachments are handled.





New Mexico Commission of Public Records Administrative Law Division

1205 Camino Carlos Rey Santa Fe, NM 87507 505-476-7907

Affidavit of Publication in the New Mexico Register

I. Matthew Ortiz, certify that the agency noted below has published legal notices or rules in the New Mexico Register, and that payment has been assessed by invoice for said legal notice or publication, which appeared on the date and in the volume and issue number noted below.

Date of Publication:

1/30/2015

Volume: XXVI

Issue #: 2

Invoice #: NMR-2015- 137

Amount: \$62.50

Agency:

EMNRD - Oil Conservation Commission

Contact: Florene Davidson

1220 S St Francis Dr Santa Fe. NM 87505-

Description:

Notice

Notice of Meeting and Public Hearing



State of New Mexico, County of Santa Fe

Signed and affirmed before me on Monday, February 02, 2015

by Matthew Ortiz

Notary Public:

Louise Wood

Affiant:

commission

Publisher, New Mexico Register

Date: 2/2/2015

~Copies of the published material documented in this affidavit are enclosed~

Form SRC-2002-04 Revised July 2007

Notices of Rulemaking and Proposed Rules

NEW MEXICO OIL CONSERVATION COMMISSION

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

The State of New Mexico, through its Oil Conservation Commission hereby gives notice pursuant to law and Commission rules of the following meeting and public hearing to be held at 9:00 A.M. on February 13, 2015, in Porter Hall at 1220 South St. Francis Drive, Santa Fe, New Mexico, before the Oil Conservation Commission. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter or any other form of auxiliary aid or service to attend or participate in the hearing please contact Commission Clerk Florene Davidson at (505) 476-3458 or through the New Mexico Relay Network (1-800-659-1779) by February 3, 2015. Public documents can be provided in various accessible forms. Please contact Ms. Davidson if a summary or other type of accessible form is needed. A preliminary agenda will be available to the public no later than two weeks prior to the meeting. A final agenda will be available no later than 72 hours preceding the meeting. Members of the public may obtain copies of the agenda by contacting Ms. Davidson at the phone number indicated above. Also, the agenda will be posted on the Oil Conservation Division website at www. emnrd.state.nm.us. A party who plans on using projection equipment at a hearing must contact Florene Davidson seven (7) business days prior to the hearing requesting the use of the projection equipment. Wireless internet is available: however, the party must provide its own laptop computer.

CASE 15239: Application Of The New Mexico Oil And Gas Association To Repeal And Replace Title 19, Chapter 15, Part 34 Of The New Mexico Administrative Code Addressing Produced Water, Drilling Fluids And Other Liquid Oil Field Waste; And To Amend The Definition Of Produced Water In Title 19, Chapter 15, Part 2, Of The New Mexico Administrative Code. Applicant seeks an order repealing Title 19, Chapter 15, Part 34 of the New Mexico Administrative Code ("NMAC") and replacing it with a new proposed rule. Applicant also seeks to amend the definition

of "produced water" in Title 19, Chapter 15, Part 2, NMAC. The proposed rule and amendment are intended to:

- (1) Encourage and promote the recycling or re-use of produced water in the production of oil and gas in a manner that provides reasonable protection to fresh waters, the public health, and the environment;
- (2) Clarify and codify when the disposition by use of produced water requires prior approval by the New Mexico Oil Conservation Division and when registration is sufficient;
- (3) Require produced water recycling facilities subject to the proposed rule to either be permitted or registered with the Division;
- (4) Permit by rule produced water recycling containments for a limited period of time to store, treat and recycle produced water for use in the drilling, completion, production or plugging of oil and gas wells;
- (5) Prevent any use of recycling containments for the disposal of produced water or other oilfield wastes;
- (6) Adopt for the proposed produced water recycling containments applicable siting, design, construction, operation, closure and site reclamation provisions;
- (7) Establish when and what type of financial assurance is required for operators of produced water recycling containments and when that financial assurance can be released;
- (8) Adopt provisions for seeking a variance from the requirements of the proposed rule;
- (9) Retain the current provisions of 19.15.34.8 through 19.15.34.12 addressing and regulating the transportation of produced water, drilling fluids and other liquid oilfield wastes;
- (10) Adopt provisions for the immediate enforcement of the proposed rule by the New Mexico Oil Conservation Division; and
- (11) Modify the definition of "produced water" in Title 19, Chapter 15, Part 2, NMAC, to match the definition of "produced water" in Section 70-2-33(K) of the Oil and Gas Act.

The proposed rule and amendment are available from Division Administrator Florene Davidson at (505) 476-3458 or can be viewed on the Division's web site at http://www.emnrd.state.nm.us/ocd/whatsnew.htm. Modifications to the proposed rule or amendment must be received by the Division no later than 5:00 P.M. on January 30, 2015. Persons

intending to provide written comments on the proposed rule change must submit their written comments no later than 5:00 p.m. on February 6, 2015 to the Division's Administrator. Persons intending to offer technical testimony at the hearing must file six copies of a Pre-hearing Statement conforming to the requirements of 19.15.3.11 NMAC, and six copies of all exhibits the person will offer in evidence at the hearing, no later than February 6, 2015. Proposed modifications and written comments may be hand-delivered or mailed to Ms. Davidson at 1200 South Saint Francis Drive, Santa Fe, New Mexico 87505, or may be faxed to Ms. Davidson at (505) 476-3462. Pre-hearing Statements must be hand-delivered or mailed to Ms. Davidson at the above address. If you are an individual with disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact Ms. Davidson at-(505) 476-3458 or the New Mexico Relay Network at 1-800-659-1779.

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico on this 13th day of January, 2015.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

David Catanach
Director, Oil Conservation
Division

SEAL

NEW MEXICO PUBLIC EDUCATION DEPARTMENT

NEW MEXICO PUBLIC EDUCATION

DEPARTMENT

NOTICE OF PROPOSED

RULEMAKING

The Public Education Department ("Department") hereby gives notice that the Department will conduct public hearings to consider adoption of proposed new rule 6.35.2 NMAC (IMPLEMENTING THE INDIAN EDUCATION ACT).

The public hearings are scheduled as follows: