<u>Underscored material = new</u> [bracketed material] = delete

I

1	<del>prescribed by him</del> ] <u>of the application</u> in [ <del>some newspaper</del> ] <u>two</u>		
2	<u>newspapers</u> of general circulation in the [ <del>stream system</del> ]		
3	county where the requested appropriation is to be located once		
4	a week for three consecutive weeks [ Such notice shall give all		
5	essential facts as to the proposed appropriation; among them,		
6	the places of appropriation and of use, amount of water, the		
7	purpose for which it is to be used, name and address of		
8	applicant and the time when the application shall be taken up-		
9	by the state engineer for consideration. Proof];		
10	(2) provide written notice of the application		
11	to each municipality and county having jurisdiction in the		
12	county where the requested appropriation is to be located, by		
13	certified, return receipt requested mail, addressed to the		
14	clerk of each municipality or county provided notice; and		
15	(3) provide written notice of the application		
16	to a political subdivision of the state within the county		
17	where the requested appropriation is to be located that has		
18	registered with the state engineer to receive notice, by		
19	<u>certified, return receipt requested mail.</u>		
20	<u>B. The notice of the application shall state the</u>		
21	facts of the proposed application, including the places of		
22	appropriation, the use of the appropriation proposed, the		
23	amount of water proposed to be appropriated and the name and		
24	address of the applicant. The notice shall state that		
25	objections or protests to the granting of the application may		
	. 119789. 3		

- 2 -

1 be filed within ten days after the date of the last publication of the notice or after the date of the written 2 3 notice provided, whichever is later. 4 <u>C. Proofs</u> of publication [as required] and mailed 5 written notice shall be filed with the state engineer within sixty days of his instructions to the applicant to make 6 7 publication. [In case of] Failure to timely file satisfactory 8 proof of publication [in accordance with the rules and 9 regulations applicable thereto, within the time required 10 shall cause the application [shall thereafter] to be treated 11 as [an original application] filed on the date of actual 12 receipt by the state engineer of proofs of publication and notice in proper form. 13 14 D. The state engineer may post notice of the application on the internet. 15 16 E. The state engineer shall promulgate rules to 17 implement the provisions of this section providing for

publication and written mailed notice. "

Section 2. Section 72-5-5 NMSA 1978 (being Laws 1965, Chapter 285, Section 6, as amended) is amended to read:

"72-5-5. OBJECTIONS TO APPLICATIONS--[PUBLICATION OF NOTICE] FILING OF PROTESTS--DEFINITION OF STANDING.--

A. [Whenever an application is filed which requires advertisement by virtue of the provisions of Chapter 72, Article 5 NMSA 1978, the advertisement shall state that .119789.3

Underscored material = new [bracketed material] = delete

25

18

19

20

21

22

- 3 -

objections or protests to the granting of the application may be filed with the state engineer within ten days after the last publication of the notice.] If an objection or protest to an application filed pursuant to Chapter 72, Article 5 NMSA 1978 is timely filed, the state engineer shall advise interested parties, and a hearing shall be held as otherwise provided by statute.

Any person, firm or corporation or other entity 8 **B**. objecting that the granting of the application will be detrimental to the objector's water right shall have standing to file objections or protests. Any person, firm or corporation or other entity objecting that the granting of the application will be contrary to the conservation of water within the state or detrimental to the public welfare of the state and showing that the objector will be substantially and specifically affected by the granting of the application shall have standing to file objections or protests. Provided, 18 however, that the state of New Mexico or any of its branches, agencies, departments, boards, instrumentalities or institutions and all political subdivisions of the state and their agencies, instrumentalities and institutions shall have standing to file objections or protests."

Section 72-5-23 NMSA 1978 (being Laws 1907, Section 3. Chapter 49, Section 44, as amended) is amended to read:

"72-5-23. WATER APPURTENANT TO LAND--CHANGE OF PLACE OF . 119789. 3

4 -

[bracketed mterial] = delete Underscored material = new

1

2

3

4

5

6

7

9

10

11

12

13

14

15

16

17

19

20

21

22

23

1 2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

. 119789. 3

## USE--PUBLICATION AND WRITTEN NOTICE OF APPLICATION. --

A. All water used in this state for irrigation purposes, except as otherwise provided in this article, shall be considered appurtenant to the land upon which it is used, and the right to use it upon the land shall never be severed from the land without the consent of the owner of the land, but, by and with the consent of the owner of the land, all or any part of the right may be severed from the land, simultaneously transferred and become appurtenant to other land, or may be transferred for other purposes, without losing priority of right theretofore established, if such changes can be made without detriment to existing water rights and are not contrary to conservation of water within the state and not detrimental to the public welfare of the state, on the approval of an application of the owner by the state engineer. [Publication of]

<u>B.</u> Notice of <u>the</u> application, <u>by both publication</u> <u>and written notice</u>, opportunity for the filing of objections or protests and a hearing on the application shall be provided as required by Sections 72-5-4 and 72-5-5 NMSA 1978 <u>for both</u> <u>the move-from location and the move-to location of the</u> <u>transfer if those locations are in different counties</u>."

Section 4. Section 72-12-3 NMSA 1978 (being Laws 1931, Chapter 131, Section 3, as amended) is amended to read:

"72-12-3. APPLICATION FOR USE OF UNDERGROUND WATER--

**1** PUBLICATION OF NOTICE--PERMIT.--

2	A. Any person, firm or corporation or any other			
3	entity desiring to appropriate for beneficial use any of the			
4	waters described in Chapter 72, Article 12 NMSA 1978 shall			
5	apply to the state engineer in a form prescribed by him. In			
6	the application, the applicant shall designate:			
7	(1) the particular underground stream,			
8	channel, artesian basin, reservoir or lake from which water			
9	will be appropriated;			
10	(2) the beneficial use to which the water			
11	will be applied;			
12	(3) the location of the proposed well;			
13	(4) the name of the owner of the land on			
14	which the well will be located;			
15	(5) the amount of water applied for;			
16	(6) the place of the use for which the water			
17	is desired; and			
18	(7) if the use is for irrigation, the			
19	description of the land to be irrigated and the name of the			
20	owner of the land.			
21	B. If the well will be located on privately owned			
22	land and the applicant is not the owner of the land or the			
23	owner or the lessee of the mineral or oil and gas rights under			
24	the land, the application shall be accompanied by an			
25	acknowledged statement executed by the owner of the land that			
	. 119789. 3			
	- 6 -			

## <u>Underscored material = new</u> [bracketed material] = delete

the applicant is granted access across the owner's land to the drilling site and has permission to occupy such portion of the owner's land as is necessary to drill and operate the well. This subsection does not apply to the state or any of its political subdivisions. If the application is approved, the applicant shall have the permit and statement, executed by the owner of the land, recorded in the office of the county clerk of the county in which the land is located. 8

C. No application shall be accepted by the state engineer unless it is accompanied by all the information required by Subsections A and B of this section.

D. Upon the filing of an application, the state engineer shall [<del>cause to be published in a newspaper</del>] instruct the applicant to:

(1) publish notice of the application in two <u>newspapers</u> of general circulation in the county in which the well will be located, at least once a week for three consecutive weeks [a notice that the application has been filed and that objections to the granting of the application may be filed within ten days after the last publication of the notice]:

(2) provide written notice of the application to each municipality and county having jurisdiction in the county where the requested appropriation is to be located, by certified, return receipt requested mail, addressed to the

- 7 -

[bracketed mterial] = delete Underscored material = new

1

2

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1	clerk of each municipality or county provided notice; and			
2	(3) provide written notice of the application			
3	to a political subdivision of the state within the county			
4	where the requested appropriation is to be located that has			
5	<u>registered with the state engineer to receive notice by</u>			
6	<u>certified, return receipt requested mail.</u>			
7	E. The notice of the application shall state the			
8	facts of the proposed application, including the diversion			
9	locations of the appropriation, the use of the appropriation			
10	proposed, the amount of water proposed to be appropriated and			
11	the name and address of the applicant. The notice shall state			
12	that objections or protests to the granting of the application			
13	may be filed within ten days after the date of the last			
14	publication of the notice or after the date of the written			
15	<u>notice provided, whichever is later.</u>			
16	F. The state engineer may post notice of the			
17	application on the internet.			
18	<u>G. The state engineer shall promulgate rules to</u>			
19	implement the provisions of this section providing for			
20	publication and written mailed notice.			
21	<u>H.</u> Any person, firm or corporation or other entity			
22	objecting that the granting of the application will impair the			
23	objector's water right shall have standing to file objections			
24	or protests. Any person, firm or corporation or other entity			
25	objecting that the granting of the application will be			

- 8 -

. 119789. 3

<u>Underscored material = new</u> [<del>bracketed material]</del> = delete

contrary to the conservation of water within the state or detrimental to the public welfare of the state and showing that the objector will be substantially and specifically affected by the granting of the application shall have standing to file objections or protests. Provided, however, that the state of New Mexico or any of its branches, agencies, departments, boards, instrumentalities or institutions, and all political subdivisions of the state and their agencies, 8 instrumentalities and institutions shall have standing to file objections or protests.

 $[E_{\cdot}]$  I. After the expiration of the time for filing objections, if no objections have been filed, the state engineer shall, if he finds that there are in the underground stream, channel, artesian basin, reservoir or lake unappropriated waters or that the proposed appropriation would not impair existing water rights from the source, is not contrary to conservation of water within the state and is not detrimental to the public welfare of the state, grant the application and issue a permit to the applicant to appropriate all or a part of the waters applied for, subject to the rights of all prior appropriators from the source.

[F.] J. If objections or protests have been filed within the time prescribed in the notice or if the state engineer is of the opinion that the permit should not be issued, the state engineer may deny the application without a . 119789. 3

1

2

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 9 -

hearing or, before he acts on the application, may order that a hearing be held. He shall notify the applicant of his action by certified mail sent to the address shown in the application."

Section 5. Section 72-12-7 NMSA 1978 (being Laws 1931, Chapter 131, Section 7, as amended) is amended to read:

"72-12-7. CHANGE OF LOCATION OF WELL--CHANGE IN USE ON APPLICATION--TEMPORARY CHANGE.--

A. The owner of a water right may change the location of his well or change the use of the water, but only upon application to the state engineer and upon showing that the change will not impair existing rights and will not be contrary to the conservation of water within the state and will not be detrimental to the public welfare of the state. The application may be granted only after such [ advertisement-] notices for both the move-from location and the move-to location of the transfer, if those locations are in different <u>counties</u>, and hearing as are prescribed in the case of original applications.

B. When the owner of a water right applies for a temporary change of not to exceed one year for not more than three acre-feet of water to a different location or to a different use, or both, the state engineer shall make an investigation and, if the change does not permanently impair any vested rights of others, he shall enter an order

. 119789. 3

- 10 -

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

authorizing the change. If he finds that the change sought might impair vested rights, he shall order [advertisement] notices for both the move-from location and the move-to location of the transfer, if those locations are in different counties, and hearing as in other cases.

If objections or protests have been filed C. within the time prescribed in the [notice] notices or if the state engineer is of the opinion that the permit should not be issued, the state engineer may deny the application or, before he acts on the application, may order that a hearing be held. He shall notify the applicant of his action by certified mail sent to the address shown in the application."

Section 6. Section 72-12B-1 NMSA 1978 (being Laws 1983, Chapter 2, Section 1, as amended) is amended to read:

APPLICATIONS FOR THE TRANSPORTATION AND USE "72-12B-1. OF PUBLIC WATERS OUTSIDE THE STATE. --

A. The state of New Mexico has long recognized the importance of the conservation of its public waters and the necessity to maintain adequate water supplies for the state's The state of New Mexico also recognizes water requirements. that under appropriate conditions the out-of-state transportation and use of its public waters is not in conflict with the public welfare of its citizens or the conservation of its waters.

**B**. Any person, firm or corporation or any other . 119789. 3

- 11 -

**bracketed mterial]** = delete Underscored material = new

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 entity intending to withdraw water from any surface or 2 underground water source in the state of New Mexico and 3 transport it for use outside the state or to change the place 4 or purpose of use of a water right from a place in New Mexico 5 to a place out of that state shall apply to the state engineer for a permit to do so. Upon the filing of an application, the 6 7 state engineer shall cause to be published in [a newspaper] 8 two newspapers of general circulation in the county in which 9 the well will be located or [the stream system] from [which] 10 where surface water will be taken, at least once a week for three consecutive weeks, a notice that the application has 11 12 been filed and that objections to the granting of the 13 application may be filed within ten days after the last 14 publication of the notice. The state engineer shall require 15 the applicant to provide written notice of the application to 16 a political subdivision of the state within the county where 17 the requested appropriation is to be located that has 18 registered with the state engineer to receive notice, by 19 certified, return receipt requested mail; and to each 20 municipality and county having jurisdiction in the county 21 where the requested appropriation is to be located, by 22 certified, return receipt requested mail, addressed to the 23 clerk of each municipality or county provided notice. The 24 state engineer may post notice of the application on the 25 <u>internet.</u> Any person, firm or corporation or other entity . 119789. 3

- 12 -

1 objecting that the granting of the application would impair or 2 be detrimental to the objector's water right shall have 3 standing to file objections or protests. Any person, firm or 4 corporation or other entity objecting that the granting of the application will be contrary to the conservation of water within the state or detrimental to the public welfare of the 6 7 state and showing that the objector will be substantially and 8 specifically affected by the granting of the application shall 9 have standing to file objections or protests. Provi ded. 10 however, that the state of New Mexico or any of its branches, 11 agencies, departments, boards, instrumentalities or 12 institutions, and all political subdivisions of the state and 13 their agencies, instrumentalities and institutions shall have 14 standing to file objections or protests. The state engineer 15 shall accept for filing and act upon all applications filed 16 under this section in accordance with the provisions of this 17 section. The state engineer shall require notice of the 18 application and shall thereafter proceed to consider the 19 application in accordance with existing administrative law and 20 procedure governing the appropriation of surface or ground water.

In order to approve an application under this С. act, the state engineer must find that the applicant's withdrawal and transportation of water for use outside the state would not impair existing water rights, is not contrary . 119789. 3

21

22

23

24

25

5

- 13 -

to the conservation of water within the state and is not
 otherwise detrimental to the public welfare of the citizens of
 New Mexico.

4 D. In acting upon an application under this act,
5 the state engineer shall consider, but not be limited to, the
6 following factors:

7 (1) the supply of water available to the
8 state of New Mexico;

(2) water demands of the state of New Mexico;

10 (3) whether there are water shortages within
11 the state of New Mexico;

12 (4) whether the water that is the subject of
13 the application could feasibly be transported to alleviate
14 water shortages in the state of New Mexico;

(5) the supply and sources of water available to the applicant in the state where the applicant intends to use the water; and

(6) the demands placed on the applicant's supply in the state where the applicant intends to use the water.

E. By filing an application to withdraw and transport waters for use outside the state, the applicant shall submit to and comply with the laws of the state of New Mexico governing the appropriation and use of water.

F. The state engineer is empowered to condition .119789.3

9

15

16

17

18

19

20

21

22

23

24

25

- 14 -

	1	the normation of the second that the new of material another				
	1	the permit to [insure] ensure that the use of water in another				
	2	state is subject to the same regulations and restrictions that				
	3	may be imposed upon water use in the state of New Mexico.				
	4	G. Upon approval of the application, the applicant				
	5	shall designate an agent in New Mexico for reception of				
	6	service of process and other legal notices."				
	7	- 15 -				
	8					
	9					
	10					
	11					
	12					
	13					
	14					
	15					
	16					
te	17					
<u>new</u> del ete	18					
"	19					
rial ial J	20					
<b>nt</b> eri teri	21					
	~1 22					
Underscored mterial [ <del>bracketed mterial]</del>	23					
<u>lers</u> rack						
Und [br	24					
	25					
		. 119789. 3				

I

1	FORTY- THI RD LEGI SLATURE				
2	SECOND SESSION, 1998				
3					
4					
5					
6	February 12, 1998				
7					
8 9	Mr. Speaker:				
10	Your AGRICULTURE AND WATER RESOURCES COMMITTEE,				
11	to whom has been referred				
12					
13	HOUSE BILL 482				
14					
15	has had it under consideration and reports same with				
16	recommendation that it <b>DO PASS</b> , amended as follows:				
17	1. On page 2, line 25, strike "may" and insert "shall".				
18					
19	2. On page 3, lines 23, 24 and 25, strike the brackets				
20	and line through.				
21					
22	3. On page 4, line l, strike the line-through up to the word "may", strike "may" and insert in lieu thereof "shall", and				
23	on lines 2 and 3, strike the line through the bracket.				
24					
25	4. On page 8, line 13, strike "may" and insert "shall".,				
	. 119789. 3				

<u>Underscored material = new</u> [bracketed material] = delete

	1	IRD LEGISLATURE	
	SESSION, 1998		
	3HAC	GC\HB 482	Page 17
	4		
	5	and thence referred to the	e JUDICIARY COMMITTEE.
	6		Respectfully submitted,
	7		Nespecciulty submiceed,
	8		
	9		
	10		
	11		G. X. McSherry, Chairnan
	12		
	13	Adopted	Not Adopted
	14	(Chief Clerk)	(Chief Clerk)
	15		
	16	Date	
<u>v</u> Lete	17	The wall call wate wag 7 Feb	0 Against
= del		The roll call vote was 7ForYes:7	
<u>al =</u>	19	Excused: Abeyta, Porter	
teri eria	20	Absent: None	
<u>Underscored</u> mterial [bracketed mterial]	21		
<u>ore</u>	22		
erse acke	23	G: \BI LLTEXT\BI LLW_98\H0482	
Und Tbr		I. (DILLILAI (DILLW_00 (II0402	
	25		
		. 119789. 3	