1	AN ACT
2	RELATING TO WATER RIGHTS NOTIFICATIONS; PRESCRIBING A
3	STANDARD PROCEDURE FOR PROVIDING NOTICE OF WATER
4	APPLICATIONS; REQUIRING THE STATE ENGINEER TO POST NOTICES
5	ONLINE.
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7	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
8	SECTION 1. A new section of Chapter 72, Article 2
9	NMSA 1978 is enacted to read:
10	"NOTICE OF APPLICATIONSONLINE POSTINGNOTICE BY
11	PUBLICATIONOBJECTIONSWhen notice of an application is
12	required to be provided pursuant to Section 72-5-4, 72-5A-5,
13	72-6-6, 72-12-3 or 72-12B-1 NMSA 1978:
14	A. if the state engineer determines that notice of
15	an application shall be published, the state engineer shall
16	post electronically on the state engineer's website a notice
17	that contains the essential facts of the application, the
18	name of the newspaper in which the applicant will be required
19	to publish notice, the contact information for the state
20	engineer district office where the application and supporting
21	documentation are located and the date by which objections
22	may be filed, which shall be seventy days after the date of
23	electronic posting on the state engineer's website;
24	B. within five days of posting electronic notice
25	on the state engineer's website, the state engineer shall

issue instructions to the applicant to publish notice of the application in a form and in the newspaper prescribed by the state engineer once a week for three consecutive weeks and requiring that the last date of publication shall be no less than ten days prior to the date by which objections may be filed with the state engineer. The newspaper shall be one that is published and distributed in each county affected by the diversion and in each county where the water will be or has been put to beneficial use, or if there is no such newspaper, then the newspaper shall be one of general circulation in the stream system;

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C. the applicant shall file with the state engineer proof of publication as required within twenty days after the date of the last publication. In case of failure to file satisfactory proof of publication within the time required, the date of the application shall be the date of receipt of proofs of publication in proper form; and

if the last of the three consecutive weekly D. 18 publications does not occur within sixty days of the date the 19 state engineer electronically posts the notice on the state 20 engineer's website, the applicant shall request that the 21 state engineer prepare a new notice and electronically post 22 the notice as prescribed in Subsection A of this section and 23 issue new instructions for newspaper publication as 24 prescribed in Subsection B of this section." 25

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SECTION 2. Section 72-5-4 NMSA 1978 (being Laws 1907, Chapter 49, Section 26, as amended) is amended to read:

"72-5-4. NOTICE--PUBLICATION.--Upon the filing of an application that complies with the provisions of this article and the rules established pursuant to this article, accompanied by the proper fees, the state engineer shall proceed in accordance with the provisions of Section 1 of this 2019 act regarding notice of the application. The notice shall give all essential facts as to the proposed appropriation; among them, the places of appropriation and of use, amount of water, the purpose for which it is to be used, name and address of applicant and the time when the application shall be taken up by the state engineer for consideration."

SECTION 3. 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--FILING OF** PROTESTS--DEFINITION OF STANDING.--

Α. If objection or protest to the application is timely filed, the state engineer shall advise interested parties, and a hearing shall be held as otherwise provided by statute.

B. Any person, firm or corporation or other entity 23 objecting that the granting of the application will be 24 detrimental to the objector's water right shall have standing

1 to file objections or protests. Any person, firm or 2 corporation or other entity objecting that the granting of 3 the application will be contrary to the conservation of water within the state or detrimental to the public welfare of the 4 state and showing that the objector will be substantially and 5 specifically affected by the granting of the application 6 shall have standing to file objections or protests. 7 8 Provided, however, that the state of New Mexico or any of its branches, agencies, departments, boards, instrumentalities or 9 institutions and all political subdivisions of the state and 10 their agencies, instrumentalities and institutions shall have 11 standing to file objections or protests." 12

SECTION 4. Section 72-5A-5 NMSA 1978 (being Laws 1999,
Chapter 285, Section 5) is amended to read:

15 "72-5A-5. NOTICE--PROTESTS--HEARINGS--DETERMINATIONS- 16 JUDICIAL REVIEW.--

Α. Upon receipt of an application for a permit to 17 construct and operate a project, the state engineer shall 18 endorse on the application the date it was received and shall 19 keep a record of the application. The state engineer shall 20 conduct an initial review of the application within sixty 21 days of receipt. If the state engineer determines in the 22 initial review that the application is incomplete, the state 23 engineer shall notify the applicant of the application's 24 deficiencies. The application shall remain incomplete until 25

1 the applicant provides all information required by the Ground 2 Water Storage and Recovery Act. The state engineer may 3 request additional information from the applicant and shall conduct an investigation of the project. 4 Within thirty days after determining that an 5 Β. application is complete, unless an extension is requested by 6 the applicant, the state engineer shall proceed in accordance 7 8 with the provisions of Section 1 of this 2019 act regarding notice of the application. The notice shall contain: 9 (1) the legal description of the location of 10 the proposed project; 11 (2) a brief description of the proposed 12 project, including its capacity; 13 the name of the applicant; (3) 14 the date of the last publication; and (4) 15 (5) the requirements for an objection. 16 C. A person objecting that the granting of the 17 application will impair the objector's water right, will be 18 contrary to the conservation of water or will be detrimental 19 to the public welfare and showing that the objector will be 20 substantially and specifically affected by the granting of 21 the application shall have standing to file objections or 22 protests; provided, however, that the state or any of its 23 branches, agencies, departments, boards, instrumentalities or 24 institutions, and all political subdivisions of the state and 25

their agencies, instrumentalities and institutions shall have standing to file objections or protests.

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D. An objection shall be filed in writing, include the name and mailing address of the objector, identify the grounds for the objection and include the signature of the objector or the objector's legal representative. The state engineer shall schedule a hearing on the application and provide at least thirty days' notice of the hearing, by certified mail, to the applicant and any objector.

E. After the expiration of the time for filing objections, if no objections have been filed, the state engineer shall, if the state engineer finds that the application meets the requirements of the Ground Water Storage and Recovery Act, issue a permit to the applicant to construct the project to store and recover all or a part of the waters applied for, as conditioned by the state engineer.

F. A person or governmental entity aggrieved by any decision of the state engineer may appeal that decision to the district court pursuant to Section 72-7-1 NMSA 1978."

SECTION 5. Section 72-6-6 NMSA 1978 (being Laws 1967, Chapter 100, Section 6, as amended) is amended to read:

"72-6-6. APPLICATION--NOTICE--PROTEST--HEARING.--

A. Upon the filing of an application by a lessee, the state engineer shall proceed in accordance with the provisions of Section 1 of this 2019 act regarding notice of

the application.

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Any owner who believes the owner's water rights Β. will be adversely affected by the granting of the application may file a protest. The protest shall be specific as to how the granting of the application will adversely affect the owner's water rights. The protest shall be filed in writing with the state engineer and a copy sent to the applicant by certified mail.

C. If a protest is timely filed, the state 9 engineer shall hold a hearing on the granting of the 10 application, and the applicant and protestants shall be 11 notified by the state engineer as to the date and place of 12 the hearing. 13

If no objections are filed, the state engineer D. may grant the application without hearing. If no objections 15 are filed and the state engineer denies the application, the state engineer shall hold a hearing if requested to do so by the applicant. The request shall be filed with the state engineer within ten days after the denial of the application.

Ε. If the state engineer grants the application 20 but allows the applicant to use less water than the amount of 21 water the owner would be allowed to use, the state engineer 22 shall hold a hearing on the matter if requested to do so by 23 the applicant. The request shall be filed with the state 24 engineer within ten days after the granting of the 25

application.

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F. In a hearing before the state engineer, a full record and transcript of the proceeding shall be kept by the state engineer.

G. The provisions of this section do not apply to leases approved pursuant to Section 73-10-48 NMSA 1978."

SECTION 6. Section 72-12-3 NMSA 1978 (being Laws 1931, Chapter 131, Section 3, as amended) is amended to read:

9 "72-12-3. APPLICATION FOR USE OF UNDERGROUND WATER-10 PUBLICATION OF NOTICE--PERMIT.--

A. Any person, firm or corporation or any other entity desiring to appropriate for beneficial use any of the waters described in Chapter 72, Article 12 NMSA 1978 shall apply to the state engineer in a form prescribed by the state engineer. In the application, the applicant shall designate:

16 (1) the particular underground stream, 17 channel, artesian basin, reservoir or lake from which water 18 will be appropriated;

19 (2) the beneficial use to which the water
20 will be applied;

21 (3) the location of the proposed well; (4) the name of the owner of the land on which the well will be located;

(5) the amount of water applied for;

(6) the place of the use for which the water $_{\rm SJC/SCONC/SB\ 12}$

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is desired; and

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(7) if the use is for irrigation, the description of the land to be irrigated and the name of the owner of the land.

B. If the well will be located on privately owned 5 land and the applicant is not the owner of the land or the 6 owner or the lessee of the mineral or oil and gas rights 7 8 under the land, the application shall be accompanied by an acknowledged statement executed by the owner of the land that 9 the applicant is granted access across the owner's land to 10 the drilling site and has permission to occupy such portion 11 of the owner's land as is necessary to drill and operate the 12 This subsection does not apply to the state or any of well. 13 its political subdivisions. If the application is approved, 14 the applicant shall have the permit and statement, executed 15 by the owner of the land, recorded in the office of the 16 county clerk of the county in which the land is located. 17

18 C. No application shall be accepted by the state 19 engineer unless it is accompanied by all the information 20 required by Subsections A and B of this section.

D. Upon the filing of an application, the state engineer shall proceed in accordance with the provisions of Section 1 of this 2019 act regarding notice of the application. Any person, firm or corporation or other entity objecting that the granting of the application will impair

1 the objector's water right shall have standing to file 2 objections or protests. Any person, firm or corporation or 3 other entity objecting that the granting of the application will be contrary to the conservation of water within the 4 state or detrimental to the public welfare of the state and 5 showing that the objector will be substantially and 6 specifically affected by the granting of the application 7 8 shall have standing to file objections or protests; provided, however, that the state or any of its branches, agencies, 9 departments, boards, instrumentalities or institutions, and 10 all political subdivisions of the state and their agencies, 11 instrumentalities and institutions shall have standing to 12 file objections or protests. 13

E. After the expiration of the time for filing 14 objections, if no objections have been filed, the state 15 engineer shall, if the state engineer finds that there are in 16 the underground stream, channel, artesian basin, reservoir or 17 lake unappropriated waters and that the proposed 18 appropriation would not impair existing water rights from the 19 source, is not contrary to conservation of water within the 20 state and is not detrimental to the public welfare of the 21 state, grant the application and issue a permit to the 22 applicant to appropriate all or a part of the waters applied 23 for, subject to the rights of all prior appropriators from 24 the source. 25

1 F. If objections or protests have been filed 2 within the time prescribed in the notice or if the state 3 engineer is of the opinion that the permit should not be issued, the state engineer may deny the application without a 4 5 hearing or, before the state engineer acts on the application, may order that a hearing be held. The state 6 engineer shall notify the applicant of the action by 7 8 certified mail sent to the address shown in the application." SECTION 7. Section 72-12B-1 NMSA 1978 (being Laws 1983, 9 Chapter 2, Section 1, as amended) is amended to read: 10 "72-12B-1. APPLICATIONS FOR THE TRANSPORTATION AND USE 11 OF PUBLIC WATERS OUTSIDE THE STATE .--12 The state of New Mexico has long recognized the Α. 13 importance of the conservation of its public waters and the 14 necessity to maintain adequate water supplies for the state's 15 water requirements. The state of New Mexico also recognizes 16 that under appropriate conditions the out-of-state 17 transportation and use of its public waters is not in 18 conflict with the public welfare of its citizens or the 19 conservation of its waters. 20

B. Any person, firm or corporation or any other entity intending to withdraw water from any surface or underground water source in the state of New Mexico and transport it for use outside the state or to change the place or purpose of use of a water right from a place in New Mexico

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1 to a place out of that state shall apply to the state 2 engineer for a permit to do so. Upon the filing of an 3 application, the state engineer shall proceed in accordance with the provisions of Section 1 of this 2019 act regarding 4 notice of the application. Any person, firm or corporation 5 or other entity objecting that the granting of the 6 application would impair or be detrimental to the objector's 7 8 water right shall have standing to file objections or protests. Any person, firm or corporation or other entity 9 objecting that the granting of the application will be 10 contrary to the conservation of water within the state or 11 detrimental to the public welfare of the state and showing 12 that the objector will be substantially and specifically 13 affected by the granting of the application shall have 14 standing to file objections or protests. Provided, however, 15 that the state of New Mexico or any of its branches, 16 agencies, departments, boards, instrumentalities or 17 institutions, and all political subdivisions of the state and 18 their agencies, instrumentalities and institutions shall have 19 standing to file objections or protests. The state engineer 20 shall accept for filing and act upon all applications filed 21 under this section in accordance with the provisions of this 22 section. The state engineer shall require notice of the 23 application and shall thereafter proceed to consider the 24 application in accordance with existing administrative law 25

1 and procedure governing the appropriation of surface or 2 ground water.

C. In order to approve an application under this 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 to the conservation of water within the state and is not otherwise detrimental to the public welfare of the citizens of New Mexico.

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

13 (1) the supply of water available to 14 the state of New Mexico;

15 (2) water demands of the state of 16 New Mexico;

17 (3) whether there are water shortages18 within the state of New Mexico;

19 (4) whether the water that is the subject 20 of the application could feasibly be transported to alleviate 21 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

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(6) the demands placed on the applicant's

1 supply in the state where the applicant intends to use the 2 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 the permit to insure that the use of water in another state is subject to the same regulations and restrictions that may be imposed upon water use in the state of New Mexico.

G. Upon approval of the application, the applicant shall designate an agent in New Mexico for reception of service of process and other legal notices."

SECTION 8. EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2019.

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