RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

Oil and Gas Docket No. OG-20-00002556	<i> </i>	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE BIRDIE BELL 52-2-18 LOV LEASE, WELL #3H, PHANTOM (WOLFCAMP) FIELD, LOVING COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002557	999999	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO RULE 32 FOR THE BLACK STALLION 28-10 LEASE, WELL NO. 1H, PHANTOM (WOLFCAMP) FIELD, LOVING, COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002558	<i>\$</i>	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE BOB COUCH 3-10 LEASE, WELL NO. 2H, PHANTOM (WOLFCAMP) FIELD, REEVES COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002559	999999	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE CHILI PEPPER 34-137 UNIT LEASE, WELL NO. 1H, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002560	<i>\$\tag{\tau}\tau\tau\tau\tau\tau\tau\tau\tau\tau\tau</i>	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE CHURRO 34-157/158 UNIT LEASE, WELL NO. 1H, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002561	9999	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE EMPANADA 34-191 UNIT LEASE, WELL NOS. 1H & 2H, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002562	<i> </i>	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE WINGHEAD 56-2-43 LEASE, WELL NO. 2H, AND THE GOLEM 56-3-3 LEASE, WELL NO. 1H PAD, PHANTOM (WOLFCAMP) FIELD, REEVES COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002563	<i>യ യ യ യ യ യ യ</i>	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE HALEY JE 28-33 PAD - UNIT A LEASE, WELL NO. 3H, UNIT C LEASE, WELL NOS. #4H & 5H AND UNIT B LEASE, WELL NO. #6H, PHANTOM (WOLFCAMP) FIELD, LOVING, COUNTY, TEXAS; DISTRICT 08.

Oil and Gas Docket No. OG-20-00002564	$\omega \omega \omega \omega \omega$	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE HUGHES & TALBOT 75-26 LEASE, WELL NO. 2H PAD, PHANTOM (WOLFCAMP) FIELD, LOVING, COUNTY TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002565	$\omega \omega \omega \omega \omega$	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE QUESO 34-153 UNIT LEASE, WELL NOS. 1H & 2H PAD, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002566	$\omega \omega \omega \omega \omega \omega$	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE RAYBANK 1-44 LEASE, WELL NO. 1H PAD, PHANTOM (WOLFCAMP) FIELD, LOVING COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002567	$\omega \omega \omega \omega \omega \omega$	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE SPITFIRE 29-39 LEASE, WELL NO. 1H PAD, PHANTOM (WOLFCAMP) FIELD, LOVING COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002568	<i>\$</i>	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE WAR ADMIRAL 28-4 UNIT D LEASE, WELL NO. 1H, PHANTOM (WOLFCAMP) FIELD, LOVING COUNTY, TEXAS; DISTRICT 08.
Oil and Gas Docket No. OG-20-00002569 May 11, 2020	<i>~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~</i>	APPLICATION OF ANADARKO E&P ONSHORE LLC (020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE WHEAT TRUST 1-36 LEASE, WELL NOS. 3H, 4H & 5H PADS, PHANTOM (WOLFCAMP) FIELD WARD COUNTY, TEXAS; DISTRICT 08.

JOINT NOTICE OF HEARING

<u>Date, Location, and Place of Hearing</u>- Notice is hereby given that a public hearing will be held at **9:00 a.m.** on **Friday, May 29, 2020,** at the offices of the Railroad Commission of Texas (Commission) located in the William B. Travis State Office Building, at 1701 N. Congress Avenue, Austin, Texas, in a room number to be posted on the bulletin board in the first-floor lobby. If the hearing is not concluded on the day it commences, it will be continued from day to day until concluded.

If you are planning to attend the hearing, please be aware of changes to traffic patterns and the availability of metered parking in the area due to the Capitol Complex Construction project. There is limited metered parking in the capitol complex area. You may find paid parking at the Bob Bullock Museum across the street from the William B. Travis State Office Building or there is also a Capitol Visitors Parking Garage at 1201 San Jacinto Blvd. For access to the building, you can enter through the ground level from Brazos St. You may want to consider the additional time for parking and entering the building. Map and additional information is available on the RRC website at https://www.rrc.texas.gov/about-us/organization-activities/visiting-the-railroad-commission-in-the-william-b-travis-state-office-building/.

<u>Purpose of Hearing</u>- The purpose of the hearing is to allow the parties to present evidence and consider all issues of fact and law raised in or relevant to the Application. The issues that may be addressed at the hearing include, but are not limited to, the following:

- 1. A statement of the matters asserted, and the nature of the Applicant's hearing request is in the attached Appendix A.
- 2. Any other issues raised in the pleadings, evidence, or argument that are necessary for the Commission to render a final decision on the merits of this case.

Failure to Appear- All parties, protestants or persons intending to participate at the hearing must attend the hearing. Failure to appear at any prehearing conference or the hearing in this case may result in dismissal of that party's claim or protest, or default against that party/protestant and claims. See, e.g., Tex. Gov't Code § 2001.056, 16 Tex. Admin. Code § 1.107.

Appearance at Hearing- All persons or parties supporting, opposing or protesting this Application and intending to participate in the hearing must complete and file with Docket Services the enclosed Notice of Intent to Appear at Hearing Protest form at least <u>five business days</u> prior to the hearing date in this Notice of Hearing. <u>This form is required even if a prior written response was submitted to the previously issued "Notice of Application."</u> A copy of the form should be served on the Applicant and any other parties of record.

<u>Legal Authority and Jurisdiction</u>- The Commission has jurisdiction over Applicant and over the matters at issue in this proceeding pursuant to Tex. Nat. Res. Code title 3, subtitles A, B and C, Tex. Water Code chapters 26, 27 and 29, and Tex. Gov't Code chapter 2001.

<u>Particular Statutes and Rules Involved</u>- The statutes and rules applicable to this proceeding include but are not limited to the following:

- Tex. Nat. Res. Code, title 3, subtitles A, B and C;
- Commission rules in 16 Tex. Admin. Code chapters 1 and 3;
- Tex. Water Code chapters 26, 27 and 29; and
- Statutes and rules referenced in Appendix A, if any, of this Notice of Hearing.

<u>Continuance of Hearing</u>- Any request for continuance of this hearing must be filed in Docket Services <u>no later than five business days prior to the hearing date</u>. Copies of such request must be served to all parties shown on the service list. 16 Tex. Admin. Code § 1.45(a)(1).

Ex parte Communications Prohibited- Ex parte communications (e.g. phone calls and emails) with the examiners and Commissioners are prohibited. Tex. Gov't Code § 2001.061, 16 Tex. Admin. Code § 1.7.

Written Transcript of the Hearing- If a case is protested or becomes protested, the party requesting commission action in this case will need to obtain a court reporter no later than 21 days before the hearing. Typically, this would include the applicant, complainant, and similarly situated parties in other types of cases. See 16 Tex. Admin. Code § 1.111. If an examiner or party requests a written transcript, the Commission may assess the cost to one or more parties. This includes paying the court reporter's fees for the preparation of the original transcript for the Commission's official records and one copy for use by the examiners in preparing their written recommendation. To obtain a court reporter, contact Dave Howard & Associates Court Reporters at 512-282-0313 or dave@howardreporters.com.

Hearing Exhibits- All exhibits must be clearly marked and submitted in duplicate. If a party wants to offer an exhibit admitted in a prior proceeding, the party must provide a properly identified copy as an

exhibit for the record in this proceeding. Additionally, if a court reporter is used, a copy of all exhibits must be given to the court reporter at the time of the hearing.

<u>Auxiliary Aids or Services for Persons with a Disability</u>- Any individual with a disability who needs auxiliary aids and services to have an equal opportunity to effectively communicate and participate in the hearing must request such aids or services at least two weeks prior to the hearing by notifying the Commission's Docket Services by mail at P. O. Box 12967, Austin, Texas 78711-2967 or by telephone at (512) 463-6848 or TDD No. (800) 735-2989.

<u>Audio/Visual Computer Presentations</u>- All requests for setting up a presentation need to be made in writing no less than three business days prior to the hearing date. Please contact Docket Services to complete a Presentation Setup Help Desk Questionnaire Form.

<u>Service List</u>- The Applicant shall review this Notice of Hearing and the attached Certificate of Service for accuracy and completeness and shall immediately notify Docket Services of any discrepancy or omission.

APPENDIX A

<u>Oil and Gas Docket No. OG-20-00002556</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Birdie Bell 54-2-18 LOV Lease, Well No. 3H (Flare Permit No. 40490), Phantom (Wolfcamp) Field, Loving County, Texas; District 08

<u>Oil and Gas Docket No. OG-20-00002557</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Black Stallion 28-10 Lease, Well No. 1H (Flare Permit No. 40489), Phantom (Wolfcamp) Field, Loving, County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002558</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Bob Couch 3-10 Lease, Well No. 2H (Flare Permit No. 40488), Phantom (Wolfcamp) Field, Reeves County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002559</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Chili Pepper 34-137 Unit Lease, Well No. 1H (Flare Permit No. 40487), Phantom (Wolfcamp) Field, Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002560</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Churro 34-157/158 Unit Lease, Well No. 1H (Flare Permit No. 40486), Phantom (Wolfcamp) Field, Ward County, Texas; District 08.

Oil and Gas Docket No. OG-20-00002561- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Empanada 34-191 Unit Lease, Well Nos. 1H & 2H (Flare Permit No. 40485), Phantom (Wolfcamp) Field, Ward County, Texas; District 08.

Oil and Gas Docket No. OG-20-00002562- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Winghead 56-2-43 Lease, Well No. 2H, and the Golem 56-3-3 Lease, Well No. 1H Pad (Flare Permit No. 40484), Phantom (Wolfcamp) Field, Reeves County, Texas; District 08.

Oil and Gas Docket No. OG-20-00002563- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Haley JE 28-33 Pad - Unit A Lease, Well No. 3H, Unit C Lease, Well Nos. #4H & 5H and Unit B Lease, Well No. #6H (Flare Permit No. 40477), Phantom (Wolfcamp) Field, Loving, County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002564</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Hughes & Talbot 75-26 Lease, Well No. 2H Pad (Flare Permit No. 40479), Phantom (Wolfcamp) Field, Loving, County Texas; District 08.

Oil and Gas Docket No. OG-20-00002565 - This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code §

3.32), relating to the flaring of gas, for the Queso 34-153 Unit Lease, Well Nos. 1H & 2H Pad (Flare Permit No. 40478, Phantom (Wolfcamp) Field, Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002566</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Raybank 1-44 Lease, Well No. 1H Pad (Flare Permit No. 40480), Phantom (Wolfcamp) Field, Loving County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002567</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Spitfire 29-39 Lease, Well No. 1H Pad (Flare Permit No. 40481), Phantom (Wolfcamp) Field, Loving County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002568</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the War Admiral 28-4 Unit D Lease, Well No. 1H (Flare Permit No. 40482), Phantom (Wolfcamp) Field, Loving County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002569</u>- This hearing is held to consider the application of Anadarko E&P Onshore LLC (020528) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Wheat Trust 1-36 Lease, Well Nos. 3H, 4H & 5H Pads (Flare Permit No. 40483), Phantom (Wolfcamp) Field Ward County, Texas; District 08.

If you have questions regarding this Application, please contact the Applicant's representative, Ana Maria Marsland, at (512) 476-3529. If you have any questions regarding the hearing procedure, please contact Docket Services at (512) 463-6848 or at Room 12-123. Additional information about the hearing process can be found at www.rrc.texas.gov/hearings.

To access the Commission's Statewide Rules, start from the Commission's Home Page, click on "General Counsel" (upper right side of page) and follow the path: Rules, Current Rules, T.A.C. Chapter 3, Rule Number.

Pursuant to the Amended COVID-19 Emergency Response Order issued by the Director of the Hearings Division on March 23, 2020, the assigned Administrative Law Judge MAY ORDER THAT THE MATTER NOTICED HEREIN BE CONDUCTED REMOTELY BY TELEPHONE OR VIDEO CONFERENCE. Such order will be transmitted to the parties within a reasonable time prior to the matter noticed herein and will specify procedures for the pre-filing of evidence and participation in the hearing. If the persons noticed herein know of any reason or reasons why this matter must be held in person, please submit a written response to the Hearings Division within 10 days of the date of this notice.

Additionally, it is required that the enclosed Notice of Intent to Appear (or a copy thereof) be filed by each party for this case not later than five days prior to the matter noticed herein. Failure to do so by the applicant or complainant **may lead to the hearing being canceled**. In protested matters, failure by a protestant to timely file a Notice of Intent to Appear **may result in dismissal of the protest**.

Check the Weekly Hearing Schedule on the Commission website at: http://www.rrc.texas.gov/hearings/hearing-schedules/ the day prior to the prehearing conference to confirm that it will go forward as scheduled.

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Joint Notice of Hearing in Oil and Gas Docket No. <u>OG-20-00002556 - OG-20-00002569</u> was served on each of the persons named below by depositing same in the United States Mail, Inter-Agency Mail, or Inter-Agency E-Mail, as follows:

ANADARKO E & P ONSHORE, LLC 5 GREENWAY PLAZA, STE 110 ATTN: KELLEY MONTGOMERY HOUSTON, TX 77046

ANADARKO PETROLEUM CORPORATION

P. O. BOX 1330

ATTN: FRANK A DAVIS HOUSTON, TX 77251-1330

299 PRODUCTION LLC

P. O. BOX 472 JUDSON, TX 75660

ABRAXAS PETROLEUM CORPORATION 18803 MEISNER DRIVE SAN ANTONIO, TX 78258

ADVANCE ENERGY PARTNERS LLC 11490 WESTHEIMER RD., SUITE 950

HOUSTON, TX 77077 AMEREDEV, LLC

BUILDING 1, SUITE 275

5707 SOUTHWEST PARKWAY

AUSTIN, TX 78735

AMEREDEV OPERATING, LLC BUILDING 1, SUITE 275 5707 SOUTHWEST PARKWAY

AUSTIN, TX 78735

AMTEX ENERGY INC P. O. BOX 3418 MIDLAND, TX 79702

APACHE CORPORATION 2000 POST OAK BLVD., NO. 100

HOUSTON, TX 77056

APC WATER HOLDINGS 1, LLC

P. O. BOX 1330 ATTN: BERTHA NEFE HOUSTON, TX 77251-1330

ARRINGTON DAVID HOIL & GAS INC.

P. O. BOX 2071 MIDLAND, TX 79702

ARRINGTON OIL & GAS OPERATING LLC P. O. BOX 2071

MIDLAND, TX 79702

ARRIS OPERATING COMPANY LLC 950 17TH STREET, SUITE 1050

DENVER, CO 80202

ATLANTIC EXPLORATION LLC 400 W ILLINOIS AVE., SUITE 1601

MIDLAND, TX 79701

ATLANTIC OPERATING INC.

P. O. BOX 3759 MIDLAND, TX 79702

BC OPERATING INC. P. O. BOX 50820 MIDLAND, TX 79710

BEACON E&P RESOURCES, LLC 1600 BROADWAY, SUITE 1800

DENVER, CO 80202

BHP BILLITON PETROLEUM (TX GATH) LLC

1700 PLATTE STREET, SUITE 150

DENVER, CO 80202

BHP BILLITON PETROLEUM (TXLA OP) COMPANY

1500 POST OAK BLVD HOUSTON, TX 77056

BLUESTONE NATURAL RES II LLC WILLIAMS CENTER TOWER II TWO WEST 2ND ST, STE 1700

TULSA, OK 74103

BOYD D K OIL & GAS COMPANY INC.

P. O. BOX 11351 MIDLAND, TX 79702

BOYKIN ENERGY LLC 1100 MACON STREET FT WORTH, TX 76102

BPX OPERATING CO 1700 PLATTE STREET DENVER, CO 80202

BRIGHAM RESOURCES OPERATING LLC 5914 W COURTYARD, SUITE 200

AUSTIN, TX 78730

BTA OIL PRODUCERS LLC

104 S PECOS MIDLAND, TX 79701 CALLON PETROLEUM OPERATING CO P. O. BOX 1287

NATCHEZ, MS 39121

CAPROCK FIELD SERVICES LLC 5810 WILSON ROAD, SUITE 100

HUMBLE, TX 77396

CARRIZO (PERMIAN) LLC 500 DALLAS ST., SUITE 2300 HOUSTON, TX 77002

CENTENNIAL RESOURCE PROD LLC 1001 17TH ST., SUITE 1800 DENVER, CO 80202

CHESAPEAKE OPERATING INC

P. O. BOX 18496

ATTN: REGULATORY COMPLIANCE OKLAHOMA CITY, OK 73154-8496

CHEVRON MIDCONTINENT LIMITED

PARTNERSHIP

6301 DEAUVILLE BLVD MIDLAND, TX 79706

CHEVRON US A INCORPORATED

6301 DEAUVILLE BLVD MIDLAND, TX 79706

CIMAREX ENERGY CO OF COLORADO

202 S CHEYENNE AVE, STE 1000

ATTN: TERRI STATHEM TULSA, OK 74103

CIMAREX ENERGY CO

202 S CHEYENNE AVE, STE 1000

ATTN: GENEA HOLLAWAY

TULSA, OK74103

CLAYTON PETROLEUM CORPORATION

P. O. BOX 1491

MIDLAND, TX 79702-1491

CLAYTON WILLIAMS ENERGY INCORPORATED

1001 NOBLE ENERGY WAY HOUSTON, TX 77070

COG OPERATING LLC 600 W ILLINOIS AVE

1 CC

MIDLAND, TX 79701

COLGATE OPERATING LLC 306 W WALL STREET, SUITE 500

MIDLAND TX 79701

CONOCOPHILLIPS COMPANY 600 N DAIRY ASHFORD

ATTN: AMY JOHNSON EC3 10 W286

HOUSTON, TX 77079

CPX II OPERATING LLC

7850 COLLIN MCKINNEY PARKWAY, SUITE 202

MCKINNEY, TX 75070

CROSSING ROCKS ENERGY LLC 301 COMMERCE STREET, SUITE 2001

FT WORTH, TX 76102

DBM WATER SERVICES LLC

P. O. BOX 1330 ATTN: BERTHA NEFE HOUSTON, TX 77251-1330

DEVON ENERGY PRODUCTION COMPANY L P

333 WEST SHERIDAN AVE.

OKLAHOMA CITY, OK 73102-5010

DIAMONDBACK EXPLORATION & PROD LLC

500 W TEXAS AVENUE, SUITE 1200

MIDLAND, TX 79701-4203

DOUBLE EAGLE OPERATING LLC

P. O. BOX 2508 FT WORTH, TX 76113

EAGLE OIL & GAS COMPANY

5950 BERKSHIRE LANE, SUITE 1100

DALLAS, TX 75225-5854

EAGLE ROCK OPERATING CO LLC

P. O. BOX 2968

ATTN: MONA C WARE HOUSTON, TX 77252-2968

ELEVATION RESOURCES LLC 200 N LORAINE, SUITE 1010

MIDLAND, TX 79701

ENCORE PERMIAN OPERATING LLC

P. O. BOX 1113 MIDLAND, TX 79702

ENDEAVOR ENERGY RESOURCES LP 110 N MARIENFELD ST., SUITE 200

MIDLAND, TX 79701

ENERGEN RESOURCES CORPORATION

3510 N A STREET, BLDGS A & B

MIDLAND, TX 79705

EOG RESOURCES INC.

P. O. BOX 4362

ATTN: TIM VOGLER

HOUSTON, TX 77210-4362

EXL PETROLEUM OPERATING INC 6 DESTA DRIVE, SUITE 2800

MIDLAND, TX 79705

FELIX ENERGY HOLDINGS II LLC

1530 16TH ST., SUITE 500

DENVER, CO 80202

FELIX WATER LLC 1530 16TH ST., SUITE 500 DENVER, CO 80202

FINLEY RESOURCES INC. P. O. BOX 2200 FT WORTH, TX 76113

FOUNDERS OIL & GAS OPERATING LLC 1341 HORTON CIRCLE ARLINGTON, TX 76011

HALCON OPERATING CO INC 1000 LOUISIANA, SUITE 6700 ATTN: JESSICA HIGH HOUSTON, TX 77002

HEADINGTON ENERGY PARTNERS LLC 1700 N REDBUD BLVD., SUITE 400

HEXP OPERATING LLC 113 CORPORATE DRIVE

MCKINNEY, TX 75069

MIDLAND, TX 79705

HIGH ROLLER WELLS LLC 1008 SOUTHVIEW CIRCLE CENTER, TX 75935

HILLSTONE PERMIAN HAMILTON LLC 1515 WAZEE STREET, SUITE 300

HNG OIL COMPANY BOX 2267

DENVER, CO 80202

MIDLAND, TX 79701

IMPETRO OPERATING LLC 300 E SONTERRA BLVD., SUITE 1220 SAN ANTONIO, TX 78258

JAGGED PEAK ENERGY LLC 1401 LAWRENCE ST., SUITE 1800 DENVER, CO 80202

JETTA OPERATING COMPANY INC 640 TAYLOR ST, SUITE 2400 FROST TOWER FORT WORTH FT WORTH, TX 76102

LUXE OPERATING LLC BLDG 5, SUITE 150 6500 RIVER PLACE BLVD

M.A.C. RESOURCES INC P. O. BOX 19

BARSTOW, TX 79719

AUSTIN, TX 79730

MANTI TARKA PERMIAN OPERATING LLC TWO RIVERWAY, SUITE 1100 HOUSTON, TX 77056 MATADOR PRODUCTION COMPANY ONE LINCOLN CENTRE

5400 LBJ FREEWAY, SUITE 1500

DALLAS, TX 75240

MDC TEXAS OPERATOR LLC 24 SMITH ROAD, SUITE 501A MIDLAND, TX 79705

MESQUITE SWD INCORPORATED P. O. BOX 1479 CARLSBAD, NM 88221-1479

MEWBOURNE OIL COMPANY

BOX 7698 TYLER, TX 75711

MUSTANG SWD OPERATING LLC 5910 N CENTRAL EXPRESSWAY, SUITE 270 DALLAS, TX 75206

NGL WATER SOLUTIONS PERMIAN LLC 1509 W WALL STREET, SUITE 306 MIDLAND, TX 79701

NOBLE ENERGY INC 1001 NOBLE ENERGY WAY HOUSOTN, TX 77070

OASIS PETROLEUM PERMIAN LLC 1001 FANNIN STREET, SUITE 1500

HOUSTON, TX 77002

OCCIDENTAL PERMIAN LIMITED P. O. BOX 4294

ATTN: KELLEY MONTGOMERY HOUSTON, TX 77210

OGX OPERATING LLC P. O. BOX 2064 MIDLAND, TX 79702

OLIFANT ENERGY LLC

15 W 16TH STREET, SUITE 2200

TULSA, OK 74119

OXY USA INC

5 GREENWAY PLAZA, SUITE 110

HOUSTON, TX 77046

OXY USA WTP LP P. O. BOX 4294

ATTN: KELLEY MONTGOMERY

HOUSTON, TX 77210
PA PROSPECT LLC

PA PROSPECT LLC P. O. BOX 785 COLUMBUS, MT 59019

PANTHER EXPLORATION LLC 6100 S YALE, SUITE 600 TULSA, OK 74136 PARSLEY ENERGY OPERATIONS LLC 303 COLORADO, SUITE 3000 AUSTIN, TX 78701

PDC ENERGY INC 1775 SHERMAN ST., SUITE 3000

DENVER, CO 80203

PETROHAWK OPERATING COMPANY 1360 POST OAK BLVD, SUITE 150 REGULATORY DEPARTMENT HOUSTON, TX 77056

POINT ENERGY PARTNERS PETRO LLC 300 THROCKMORTON STREET, SUITE 620 FORT WORTH, TX 76102

PRIMEXX OPERATING CORPORATION 4849 GREENVILLE AVE., SUITE 1600 DALLAS, TX 75206

PROREX ENERGY LLC P. O. BOX 921 KILGORE, TX 75663

PROVIDENCE OPERATING LLC 16400 NORTH DALLAS PKWY, SUITE 400 DALLAS, TX, 75248

RANGER 40 PETROLEUM LLC 5150 TAMIAMI TRAIL N, SUITE 206 NAPLES, FL 34103

RED WILLOW PRODUCTION LLC P. O. BOX 369 IGNACIO, CO 81137

REPUBLIC EES LLC 10613 WEST SAM HOUSTON PKWY N SUITE 300 HOUSTON, TX 77064

RESOLUTE NATURAL RESOURCES CO LLC 1700 LINCOLN STREET, SUITE 2800 DENVER, CO 80203-4535

RIO OIL & GAS PERMIAN II LLC 3 WATERWAY SQUARE PLACE, SUITE 500 THE WOODLANDS, TX 77380

RKI EXPLORATION & PRODUCTION LLC 3500 ONE WILLIAMS CENTER MD 35 TULSA, OK 74172

ROSEHILL OPERATING COMPANY LLC 16200 PARK ROW, SUITE 300 HOUSTON, TX 77084

ROSETTA RESOURCES OPERATING LP 1001 NOBLE ENERGY WAY HOUSTON, TX 77070 RSP PERMIAN LLC 3141 HOOD ST., SUITE 500 DALLAS, TX 75219-5020

SAN GABRIEL RESOURCES LLC 401 CONGRESS AVE., SUITE 2900 MIDLAND, TX 79701

SEGURO OIL & GAS LLC P. O. BOX 3176 MIDLAND, TX 79702

SHELL WESTERN E & P P. O. BOX 576 HOUSTON, TX 77001

SHELL WESTERN E & P INC P. O. BOX 576 HOUSTON, TX 77001

SILVER HILL ENERGY PARTNERS LLC 3141 HOOD ST., SUITE 500 DALLAS, TX 75219-2700

SILVERBACK OPERATING LLC 19707 IH 10 W., SUITE 201 SAN ANTONIO, TX 78257

SIMATA ENERGY LLC P. O. BOX 8303 MIDLAND, TX 79708

SOLARIS WATER MIDSTREAM LLC 907 TRADEWINDS BLVD., SUITE B MIDLAND, TX 79706

STABLE LAND RESOURCES LLC 600 N MARIENFELD STREET, SUITE 910 MIDLAND, TX 79701

SUNDOWN PERMIAN LP 16400 DALLAS PARKWAY, SUITE 100 DALLAS, TX 75248

TALL CITY BRINE LLC 203 W WALL STREET, SUITE 700 MIDLAND, TX 79701

TALL CITY OPERATIONS III LLC P. O. BOX 10729 MIDLAND, TX 79702

TITUS OIL & GAS PRODUCTION LLC 100 THROCKMORTON STREET, SUITE 1630 FORT WORTH, TX 76102

U. S. ENERGY DEVELOPMENT CORP 1521 N COOPER STREET, SUITE 400 ARLINGTON, TX 76011 UPCURVE ENERGY LLC 15021 KATY FREEWAY, SUITE 620 HOUSTON, TX 77094

VANGUARD OPERATING LLC 5847 SAN FELIPE, SUITE 3000 HOUSTON, TX 77057

VELOCITY WATER SOLUTIONS LP 100 CONGRESS AVENUE, SUITE 2000 AUSTIN, TX 78701

WATERBRIDGE TEXAS OPERATING LLC 840 GESSNER, SUITE 100 HOUSTON, TX 77024

WPX ENERGY PERMIAN LLC 3500 ONE WILLIAMS CENTER MD-35 TULSA, OK 74172

WPX ENERGY PRODUCTION LLC P. O. BOX 3102 TULSA, OK 74101

XTO ENERGY INCORPORATED 810 HOUSTON STREET ATTN: ALAN CODY FT WORTH, TX 76102

On this the 11th day of May 2020.

ANA MARIA MARSLAND FOR ANADARKO E&P ONSHORE LLC OSBORN, MARSLAND & HARGROVE 515 CONGRESS AVENUE, SUITE 2450 AUSTIN, TX 78755-3530

LORENZO GARZA ASSISTANT DEPUTY DIRECTOR ADMINISTRATIVE COMPLIANCE RRC - AUSTIN

Via Intra-Agency Email

JOE STASULLI ASSISTANT DEPUTY DIRECTOR ADMINISTRATIVE COMPLIANCE RRC - AUSTIN

Via Intra-Agency Email

OLIN MACNAMARA GEOLOGIST FIELD OPERATIONS RRC - AUSTIN Via Intra-Agency Email

PAUL DUBOIS
ASSISTANT DIRECTOR
O&G DIVISION TECHNICAL PERMITTING
RRC - AUSTIN
Via Intra-Agency Email

Joseph Menefe

Paralegal, Hearings Division Railroad Commission of Texas



Street

HEARINGS DIVISION PO Drawer 12967 Austin, TX 78711-2967

NOTICE OF INTENT TO APPEAR AT HEARING

A Copy of this Notice of Intent to Appear at Hearing must be mailed to the Applicant and to Docket Services, P.O. Drawer 12967, Austin, TX 78711-2967. It must be received by Docket Services at least five business days in advance of the hearing date.

CASE/DOCKET NO.: OG-20-00002556 - OG-20-00002569

APPLICANT: ANADARKO E&P ONSHORE LLC (020528)

STATUS NO.: _____, representing___ (Print Name) (Print Name) hereby enters this Notice of Intent to Appear at Hearing as (Check one of the referenced party status): Applicant Protestant Observer or In Support of Application and states he/she or his/her representative will appear and participate at the hearing. I further certify that, as of today's date, I have mailed or delivered a copy of this Notice of Intent to Appear at Hearing form to the Applicant at the address shown in the Certificate of Service. Signature Date Telephone: Area Code: (____) Email Address: (OPTIONAL - If provided, e-mail address will become part of this public record; See TEX. GOV'T CODE § 552.137) TIME ESTIMATE (total required for your presentation at the hearing): ADDRESS TO WHICH NOTICE WAS SENT: ____ Is correct Is incorrect and should be corrected to: Street City State Zip Code ADDITIONAL NOTICE SHOULD BE SENT TO THE REPRESENTATIVE SHOWN BELOW: (Print Name)

City

Zip Code

State



RAILROAD COMMISSION OF TEXAS

HEARINGS DIVISION

CONSENT TO ELECTRONIC SERVICE AND NOTIFICATION OF DOCUMENTS, RULINGS, DECISIONS, AND ORDERS

Effective September 1, 2015, Section 2001.142 (Notification of Decisions and Orders) of the Texas Government Code was amended to allow a state agency to notify each party to a contested case of any decision or order of the agency, if agreed to by the party to be notified, by electronic means sent to the current e-mail address of the party's attorney of record or of the party if the party is not represented by counsel. Tex. Gov't Code § 2001.142(a)(2).

Current rules of the Railroad Commission of Texas ("Commission") require the Commission to serve "a pleading or document" by "hand-delivering a copy to the person to be served, or by first class, certified, or registered mail, commercial delivery service, fax, email, or by such other manner as the Commission may require." Commission Practice and Procedure rules, §1.45(e)(2) and §1.45(b). According to §1.45(b)(1)(D), "Service by email may be used if the person to be served consents to be served by email pursuant to §1.27 or §1.32 of this title (relating to Parties and Authorized representatives, and Form and Content of Pleadings, respectively). If the person consents to be served by email, the person affirmatively consents to the release and disclosure of the email address. Email service is complete on the date of the email transmission. An email received after 5 p.m. local time of the recipient shall be deemed served on the following business day."

Completion of this form is optional

In lieu of service and notification by mail,	(party name or
attorney) on behalf of	hereby
agrees and consents to electronic service and notification	of all documents, rulings, decisions, and orders from
the Railroad Commission of Texas in Docket No	by the following electronic
means:	
[] E-mail at:	
Authorized by:	(signature)
	(print name)
	(firm)

By requesting electronic service, all orders, proposals for decision, and other documents and communications to me in this docket will be provided to me by e-mail at the address set forth above. I will no longer receive paper copies of any documents in this docket. I also understand and agree that it is my responsibility to inform Docket Services and other parties of any changes to my e-mail address. By accepting the terms of this service my e-mail address will be shown on the service list of this docket and available to the Commission, other parties and will become part of this public record; See Tex Gov't Code §552.137. I am responsible for ensuring that my e-mail filters and settings allow the delivery of e-mails from the RRC and all other parties to this case. If the pleading contains 10 or fewer pages including exhibits, it may be filed by fax, email, or other approved electronic transmission with the Docket Services Section. If a party or authorized representative elect to file a pleading by email, the party or authorized representative agrees to be served by email and affirmatively consents to the release and disclosure of the email address.

RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

Oil and Gas Docket No. OG-20-00003027	$\omega \omega \omega \omega \omega \omega \omega$	APPLICATION OF MAGNOLIA OIL & GAS OPERATING LLC (521544) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE MUMFORD UNIT (11114) AND THE CANDLEBOX UNIT (11134) LEASES, EAGLEVILLE (EAGLE FORD-2) AND SUGARKANE (AUSTIN CHALK) FIELDS, KARNES COUNTY, TEXAS; DISTRICT 02
Oil and Gas Docket No. OG-20-00003028	$\omega \omega $	APPLICATION OF MAGNOLIA OIL & GAS OPERATING LLC (521544) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE RADIOHEAD AC UNIT (11411), THE RADIOHEAD EF UNIT (11402) AND THE DEFTONES AC UNIT (11421) LEASES, EAGLEVILLE (EAGLE FORD-2) AND SUGARKANE (AUSTIN CHALK) FIELDS, KARNES COUNTY, TEXAS; DISTRICT 02
Oil and Gas Docket No. OG-20-00003029	$\omega \omega \omega \omega \omega \omega \omega \omega$	APPLICATION OF MAGNOLIA OIL & GAS OPERATING LLC (521544) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE HILLSONG UNIT (11594) AND THE BECK UNIT (11603) LEASES, EAGLEVILLE (EAGLE FORD-2) AND SUGARKANE (AUSTIN CHALK) FIELDS, KARNES COUNTY, TEXAS; DISTRICT 02
Oil and Gas Docket No. OG-20-00003030	ω ω ω ω ω ω ω ω	APPLICATION OF MAGNOLIA OIL & GAS OPERATING LLC (521544) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE FOO CONGREGATION UNIT (11494), THE FOO EVERLONG UNIT (11556) AND THE CHEVELLE UNIT (11508) LEASES, EAGLEVILLE (EAGLE FORD-2) AND SUGARKANE (AUSTIN CHALK) FIELDS, KARNES COUNTY, TEXAS; DISTRICT 02
Oil and Gas Docket No. OG-20-00003031	9999	APPLICATION OF MAGNOLIA OIL & GAS OPERATING LLC (521544) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE MIKA (11478) LEASE, SUGARKANE (AUSTIN CHALK) FIELDS, KARNES COUNTY, TEXAS; DISTRICT 02
Oil and Gas Docket No. OG-20-00003032	$\omega \omega \omega \omega \omega \omega$	APPLICATION OF MAGNOLIA OIL & GAS OPERATING LLC (521544) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE STP UNIT (11666) LEASE, EAGLEVILLE (EAGLE FORD-2) FIELD, KARNES COUNTY, TEXAS; DISTRICT 02
Oil and Gas Docket No. OG-20-00003033	$\omega\omega\omega\omega\omega\omega\omega$	APPLICATION OF MAGNOLIA OIL & GAS OPERATING LLC (521544) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE SWITCHFOOT UNIT (11707) LEASE, SUGARKANE (AUSTIN CHALK) FIELDS, KARNES COUNTY, TEXAS; DISTRICT 02

Oil and Gas Docket No. OG-20-00003034 § APPLICATION OF MAGNOLIA OIL & GAS OPERATING

§ LLC (521544) FOR AN EXCEPTION TO STATEWIDE § RULE 32 FOR THE WEEZER UNIT (11750) AND THE

§ INCUBUS UNIT (11762) LEASES, EAGLEVILLE

§ (EAGLE FORD-2) AND SUGARKANE (AUSTIN

CHALK) FIELDS, KARNES COUNTY, TEXAS;

§ DISTRICT 02

May 11, 2020

JOINT NOTICE OF HEARING

<u>Date, Location, and Place of Hearing</u>- Notice is hereby given that a public hearing will be held at 1:30 p.m. on Tuesday, June 2, 2020, at the offices of the Railroad Commission of Texas (Commission) located in the William B. Travis State Office Building, at 1701 N. Congress Avenue, Austin, Texas, in a room number to be posted on the bulletin board in the first-floor lobby. If the hearing is not concluded on the day it commences, it will be continued from day to day until concluded.

If you are planning to attend the hearing, please be aware of changes to traffic patterns and the availability of metered parking in the area due to the Capitol Complex Construction project. There is limited metered parking in the capitol complex area. You may find paid parking at the Bob Bullock Museum across the street from the William B. Travis State Office Building or there is also a Capitol Visitors Parking Garage at 1201 San Jacinto Blvd. For access to the building, you can enter through the ground level from Brazos St. You may want to consider the additional time for parking and entering the building. Map and additional information is available on the RRC website at https://www.rrc.texas.gov/about-us/organization-activities/visiting-the-railroad-commission-in-the-william-b-travis-state-office-building/.

<u>Purpose of Hearing</u>- The purpose of the hearing is to allow the parties to present evidence and consider all issues of fact and law raised in or relevant to the Application. The issues that may be addressed at the hearing include, but are not limited to, the following:

- 1. A statement of the matters asserted, and the nature of the Applicant's hearing request is in the attached Appendix A.
- 2. Any other issues raised in the pleadings, evidence, or argument that are necessary for the Commission to render a final decision on the merits of this case.

Failure to Appear- All parties, protestants or persons intending to participate at the hearing must attend the hearing. Failure to appear at any prehearing conference or the hearing in this case may result in dismissal of that party's claim or protest, or default against that party/protestant and claims. See, e.g., Tex. Gov't Code § 2001.056, 16 Tex. Admin. Code § 1.107.

Appearance at Hearing- All persons or parties supporting, opposing or protesting this Application and intending to participate in the hearing must complete and file with Docket Services the enclosed Notice of Intent to Appear at Hearing Protest form at least <u>five business days</u> prior to the hearing date in this Notice of Hearing. This form is required even if a prior written response was submitted to the <u>previously issued "Notice of Application."</u> A copy of the form should be served on the Applicant and any other parties of record.

<u>Legal Authority and Jurisdiction</u>- The Commission has jurisdiction over Applicant and over the matters at issue in this proceeding pursuant to Tex. Nat. Res. Code title 3, subtitles A, B and C, Tex. Water Code chapters 26, 27 and 29, and Tex. Gov't Code chapter 2001.

<u>Particular Statutes and Rules Involved</u>- The statutes and rules applicable to this proceeding include but are not limited to the following:

- Tex. Nat. Res. Code, title 3, subtitles A, B and C;
- Commission rules in 16 Tex. Admin. Code chapters 1 and 3;
- Tex. Water Code chapters 26, 27 and 29; and
- Statutes and rules referenced in Appendix A, if any, of this Notice of Hearing.

<u>Continuance of Hearing</u>- Any request for continuance of this hearing must be filed in Docket Services <u>no later than five business days prior to the hearing date</u>. Copies of such request must be served to all parties shown on the service list. 16 Tex. Admin. Code § 1.45(a)(1).

Ex parte Communications Prohibited- Ex parte communications (e.g. phone calls and emails) with the examiners and Commissioners are prohibited. Tex. Gov't Code § 2001.061, 16 Tex. Admin. Code § 1.7.

Written Transcript of the Hearing- If a case is protested or becomes protested, the party requesting commission action in this case will need to obtain a court reporter no later than 21 days before the hearing. Typically, this would include the applicant, complainant, and similarly situated parties in other types of cases. See 16 Tex. Admin. Code § 1.111. If an examiner or party requests a written transcript, the Commission may assess the cost to one or more parties. This includes paying the court reporter's fees for the preparation of the original transcript for the Commission's official records and one copy for use by the examiners in preparing their written recommendation. To obtain a court reporter, contact Dave Howard & Associates Court Reporters at 512-282-0313 or dave@howardreporters.com.

<u>Hearing Exhibits</u>- All exhibits must be clearly marked and submitted in duplicate. If a party wants to offer an exhibit admitted in a prior proceeding, the party must provide a properly identified copy as an exhibit for the record in this proceeding. Additionally, if a court reporter is used, a copy of all exhibits must be given to the court reporter at the time of the hearing.

Auxiliary Aids or Services for Persons with a Disability- Any individual with a disability who needs auxiliary aids and services to have an equal opportunity to effectively communicate and participate in the hearing must request such aids or services at least two weeks prior to the hearing by notifying the Commission's Docket Services by mail at P. O. Box 12967, Austin, Texas 78711-2967 or by telephone at (512) 463-6848 or TDD No. (800) 735-2989.

<u>Audio/Visual Computer Presentations</u>- All requests for setting up a presentation need to be made in writing no less than three business days prior to the hearing date. Please contact Docket Services to complete a Presentation Setup Help Desk Questionnaire Form.

<u>Service List</u>- The Applicant shall review this Notice of Hearing and the attached Certificate of Service for accuracy and completeness and shall immediately notify Docket Services of any discrepancy or omission.

APPENDIX A

<u>Oil and Gas Docket No. OG-20-00003027</u>- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Mumford Unit (11114) and the Candlebox Unit (11134) Leases, Eagleville (Eagle Ford-2) and Sugarkane (Austin Chalk) Fields, Karnes County, Texas; District 02

<u>Oil and Gas Docket No. OG-20-00003028</u>- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception To Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas for the Radiohead AC Unit (11411) Lease, The Radiohead EF Unit (11402) and the Deftones AC Unit (11421) Leases, Eagleville (Eagle Ford-2) and Sugarkane (Austin Chalk) Fields, Karnes County, Texas; District 02

<u>Oil and Gas Docket No. OG-20-00003029</u>- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception To Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas for the Hillsong Unit (11594) and the Beck Unit (11603) Leases, Eagleville (Eagle Ford-2) And Sugarkane (Austin Chalk) Fields, Karnes County, Texas; District 02

Oil and Gas Docket No. OG-20-00003030- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception To Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas for the Foo Congregation Unit (11494), the Foo Everlong Unit (11556) and the Chevelle Unit (11508) Leases, Eagleville (Eagle Ford-2) and Sugarkane (Austin Chalk) Fields, Karnes County, Texas; District 02

Oil and Gas Docket No. OG-20-00003031- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception To Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas for the Mika (11478) Lease, Sugarkane (Austin Chalk) Fields, Karnes County, Texas; District 02

<u>Oil and Gas Docket No. OG-20-00003032</u>- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception To Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas for the STP Unit (11666) Lease, Eagleville (Eagle Ford-2) Field, Karnes County, Texas; District 02

<u>Oil and Gas Docket No. OG-20-00003033</u>- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception To Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas for the Switchfoot Unit (11707) Lease, Sugarkane (Austin Chalk) Fields, Karnes County, Texas; District 02

Oil and Gas Docket No. OG-20-00003034- This hearing is held to consider the application of Magnolia Oil & Gas Operating LLC (521544) for an Exception To Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas for the Weezer Unit (11750) and the Incubus Unit (11762) Leases, Eagleville (Eagle Ford-2) and Sugarkane (Austin Chalk) Fields, Karnes County, Texas; District 02

If you have questions regarding this Application, please contact the Applicant's representative, James Clark, at (512) 415-4191. If you have any questions regarding the hearing procedure, please contact Docket Services at (512) 463-6848 or at Room 12-123. Additional information about the hearing process can be found at www.rrc.texas.gov/hearings.

To access the Commission's Statewide Rules, start from the Commission's Home Page, click on "General Counsel" (upper right side of page) and follow the path: Rules, Current Rules, T.A.C. Chapter 3, Rule Number.

Pursuant to the Amended COVID-19 Emergency Response Order issued by the Director of the Hearings Division on March 23, 2020, the assigned Administrative Law Judge MAY ORDER THAT THE MATTER NOTICED HEREIN BE CONDUCTED REMOTELY BY TELEPHONE OR VIDEO CONFERENCE. Such order will be transmitted to the parties within a reasonable time prior to the matter noticed herein and will specify procedures for the pre-filing of evidence and participation in the hearing. If the persons noticed herein know of any reason or reasons why this matter must be held in person, please submit a written response to the Hearings Division within 10 days of the date of this notice.

Additionally, it is required that the enclosed Notice of Intent to Appear (or a copy thereof) be filed by each party for this case not later than five days prior to the matter noticed herein. Failure to do so by the applicant or complainant **may lead to the hearing being canceled**. In protested matters, failure by a protestant to timely file a Notice of Intent to Appear **may result in dismissal of the protest**.

Check the Weekly Hearing Schedule on the Commission website at: http://www.rrc.texas.gov/hearings/hearing-schedules/ the day prior to the prehearing conference to confirm that it will go forward as scheduled.

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Joint Notice of Hearing in Oil and Gas Docket No. <u>OG-20-00003027 - OG-20-00003034</u> was served on each of the persons named below by depositing same in the United States Mail, Inter-Agency Mail, or Inter-Agency E-Mail, as follows:

MAGNOLIA OIL & GAS OPERATING LLC ATTN REGULATORY COMPLIANCE NINE GREENWAY PLAZA SUITE 1300 HOUSTON, TX 77046

1776 ENERGY OPERATORS, LLC 20445 STATE HIGHWAY 249 NO 450 HOUSTON, TX 77070

MURPHY EXPL. & PROD. CO.-USA ATTN: BRENT SONNIER 9805 KATY FREEWAY STE G200 HOUSTON, TX 77024

OVINTIV USA INC. 370 17TH STREET STE. 1700 DENVER, CO 80202

BPX OPERATING COMPANY 1700 PLATTE ST DENVER, CO 80202

EOG RESOURCES, INC. ATTN: TIM VOGLER P.O. BOX 4362 HOUSTON, TX 77210-4362

TIDAL PETROLEUM, INC. 5501 MID CITIES PARKWAY STE. 200 SCHERTZ, TX 78154

On this the <u>11th</u> day of <u>May</u> 2020.

MARATHON OIL EF LLC 5555 SAN FELIPE ST RM 3510 HOUSTON, TX 77056

JAMES M. CLARK, P.E. WELLINGTON CONSULTING, LLC 1805 PALMWOOD COVE AUSTIN, TX 78757

LORENZO GARZA
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

JOE STASULLI
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

OLIN MACNAMARA
GEOLOGIST
FIELD OPERATIONS
RRC - AUSTIN
Via Intra-Agency Email

PAUL DUBOIS
ASSISTANT DIRECTOR
O&G DIVISION TECHNICAL PERMITTING
RRC - AUSTIN
Via Intra-Agency Email

Joseph Menefe

Paralegal, Hearings Division Railroad Commission of Texas



Street

HEARINGS DIVISION PO Drawer 12967 Austin, TX 78711-2967

NOTICE OF INTENT TO APPEAR AT HEARING

A Copy of this Notice of Intent to Appear at Hearing must be mailed to the Applicant and to Docket Services, P.O. Drawer 12967, Austin, TX 78711-2967. It must be received by Docket Services at least five business days in advance of the hearing date.

CASE/DOCKET NO.: OG-20-00003027 - OG-20-00003034

APPLICANT: MAGNOLIA OIL & GAS OPERATING LLC (521544)

STATUS NO.: ____, representing___ (Print Name) (Print Name) hereby enters this Notice of Intent to Appear at Hearing as (Check one of the referenced party status): Applicant Protestant Observer or In Support of Application and states he/she or his/her representative will appear and participate at the hearing. I further certify that, as of today's date, I have mailed or delivered a copy of this Notice of Intent to Appear at Hearing form to the Applicant at the address shown in the Certificate of Service. Signature Date Telephone: Area Code: (____) Email Address: (OPTIONAL - If provided, e-mail address will become part of this public record; See TEX. GOV'T CODE § 552.137) TIME ESTIMATE (total required for your presentation at the hearing): ADDRESS TO WHICH NOTICE WAS SENT: Is correct Is incorrect and should be corrected to: Street City State Zip Code ADDITIONAL NOTICE SHOULD BE SENT TO THE REPRESENTATIVE SHOWN BELOW: (Print Name)

City

Zip Code

State



RAILROAD COMMISSION OF TEXAS

HEARINGS DIVISION

CONSENT TO ELECTRONIC SERVICE AND NOTIFICATION OF DOCUMENTS, RULINGS, DECISIONS, AND ORDERS

Effective September 1, 2015, Section 2001.142 (Notification of Decisions and Orders) of the Texas Government Code was amended to allow a state agency to notify each party to a contested case of any decision or order of the agency, if agreed to by the party to be notified, by electronic means sent to the current e-mail address of the party's attorney of record or of the party if the party is not represented by counsel. Tex. Gov't Code § 2001.142(a)(2).

Current rules of the Railroad Commission of Texas ("Commission") require the Commission to serve "a pleading or document" by "hand-delivering a copy to the person to be served, or by first class, certified, or registered mail, commercial delivery service, fax, email, or by such other manner as the Commission may require." Commission Practice and Procedure rules, §1.45(e)(2) and §1.45(b). According to §1.45(b)(1)(D), "Service by email may be used if the person to be served consents to be served by email pursuant to §1.27 or §1.32 of this title (relating to Parties and Authorized representatives, and Form and Content of Pleadings, respectively). If the person consents to be served by email, the person affirmatively consents to the release and disclosure of the email address. Email service is complete on the date of the email transmission. An email received after 5 p.m. local time of the recipient shall be deemed served on the following business day."

Completion of this form is optional

In lieu of service	and notification by mail,	(party name or
attorney) on behalf of		hereby
agrees and consents to e	ectronic service and notification of all documents, rulings,	decisions, and orders from
the Railroad Commission	of Texas in Docket No	_by the following electronic
means:		
[] E-mail	at:	
Authorized by:		(signature)
		(print name)
		(firm)

By requesting electronic service, all orders, proposals for decision, and other documents and communications to me in this docket will be provided to me by e-mail at the address set forth above. I will no longer receive paper copies of any documents in this docket. I also understand and agree that it is my responsibility to inform Docket Services and other parties of any changes to my e-mail address. By accepting the terms of this service my e-mail address will be shown on the service list of this docket and available to the Commission, other parties and will become part of this public record; See Tex Gov't Code §552.137. I am responsible for ensuring that my e-mail filters and settings allow the delivery of e-mails from the RRC and all other parties to this case. If the pleading contains 10 or fewer pages including exhibits, it may be filed by fax, email, or other approved electronic transmission with the Docket Services Section. If a party or authorized representative elects to file a pleading by email, the party or authorized representative agrees to be served by email and affirmatively consents to the release and disclosure of the email address.

RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

Oil and Gas Docket No. OG-20-00002065

§ APPLICATION OF TAB ECTOR LLC (834252)

May 12, 2020

§ PURSUANT TO STATEWIDE RULE 46 FOR A

Tracking No. 51051 § COMMERCIAL PERMIT TO INJECT FLUID INTO A

§ RESERVOIR PRODUCTIVE OF OIL OR GAS FOR

§ THE TAB S19 LEASE, WELL NO. 1, COYANOSA, N.

§ (DELAWARE) FIELD, PECOS COUNTY, TEXAS;

§ DISTRICT 08

NOTICE OF PREHEARING CONFERENCE

<u>Date, Location, and Place of Hearing and Prehearing Conference</u>- Notice is hereby given that a public prehearing conference will be held at **9:00 a.m.** on **Wednesday, May 27, 2020**, at the offices of the Railroad Commission of Texas (Commission) located in the William B. Travis State Office Building, at 1701 N. Congress Avenue, Austin, Texas, in a room number to be posted on the bulletin board in the first-floor lobby. If the prehearing conference is not concluded on the day it commences, it will be continued from day to day until concluded. **Notice is hereby given that a public hearing on the merits, if necessary, will be held at a time and date to be confirmed at the prehearing conference**.

If you are planning to attend the hearing, please be aware of changes to traffic patterns and the availability of metered parking in the area due to the Capitol Complex Construction project. There is limited metered parking in the capitol complex area. You may find paid parking at the Bob Bullock Museum across the street from the William B. Travis State Office Building or there is also a Capitol Visitors Parking Garage at 1201 San Jacinto Blvd. For access to the building, you can enter through the ground level from Brazos St. You may want to consider the additional time for parking and entering the building. Map and additional information is available on the RRC website at https://www.rrc.texas.gov/about-us/organization-activities/visiting-the-railroad-commission-in-the-william-b-travis-state-office-building/.

<u>Purpose of Prehearing Conference</u>- The purpose of the prehearing conference is to allow the parties to present evidence and to consider all issues of fact and law referenced in attached Appendix A.

<u>Purpose of Hearing on the Merits</u>- The purpose of the hearing on the merits is to allow the parties to present evidence and to consider all issues of fact and law referenced in attached Appendix B.

<u>Failure to Appear- All parties, protestants or persons intending to participate at the hearing must attend the prehearing conference and hearing</u>. Failure to appear at a prehearing conference and a hearing in this case may result in <u>dismissal of that party's claim or protest</u>, or default against that party/protestant and claims. See, e.g., Tex. Gov't Code § 2001.056, 16 Tex. Admin. Code § 1.107.

Appearance at Prehearing Conference and Hearing- All persons or parties supporting, opposing or protesting this Application and intending to participate in the hearing or prehearing conference <u>must</u> complete and file with Docket Services the enclosed Notice of Intent to Appear form at least <u>five business</u> <u>days</u> prior to the hearing date and at least <u>five business days</u> prior to the prehearing conference date. <u>This form is required even if a prior written response was submitted to the previously issued "Notice of Application."</u> A copy of the Notice of Intent to Appear form should be served on the Applicant and any other parties of record. 16 Tex. ADMIN. CODE § 1.45(a)(1).

<u>Legal Authority and Jurisdiction</u>- The Commission has jurisdiction over Applicant and over the matters at issue in this proceeding pursuant to Tex. Nat. Res. Code title 3, subtitles A, B and C, Tex. Water Code chapters 26, 27 and 29, and Tex. Gov't Code chapter 2001.

<u>Particular Statutes and Rules Involved</u>- The statutes and rules applicable to this proceeding include but are not limited to the following:

- Tex. Nat. Res. Code, title 3, subtitles A, B and C;
- Tex. Water Code, chapters 26, 27 and 29;
- Commission rules in 16 Tex. Admin. Code chapters 1 and 3; and
- Statutes and rules referenced in Appendix A and B, if any.

<u>Continuance</u> of <u>Prehearing Conference</u>- Any request for continuance of the hearing or prehearing conference must be filed in Docket Services <u>no later than five business days prior to the hearing or prehearing conference date</u>. 16 Tex. Admin. Code § 1.105(a)(2). Copies of such request must be served to all parties shown on the service list.

Ex Parte Communications Prohibited- Ex parte communications (e.g. phone calls and emails) with the examiners and Commissioners are prohibited. Tex. Gov't Code § 2001.061, 16 Tex. Admin. Code § 1.7.

Written Transcript of the Hearing- If a case is protested or becomes protested, the party requesting commission action in this case will need to obtain a court reporter no later than 21 days before the hearing. Typically, this would include the applicant, complainant, and similarly situated parties in other types of cases. See 16 Tex. Admin. Code § 1.111. If an examiner or party requests a written transcript, the Commission may assess the cost to one or more parties. This includes paying the court reporter's fees for the preparation of the original transcript for the Commission's official records and one copy for use by the examiners in preparing their written recommendation. To obtain a court reporter, contact Dave Howard & Associates Court Reporters at 512-282-0313 or dave@howardreporters.com.

Exhibits- All exhibits must be clearly marked and submitted in duplicate to the examiners. If a party wants to offer an exhibit admitted in a prior proceeding, the party must provide a properly identified copy as an exhibit for the record in this proceeding. Additionally, if a court reporter is used, a copy of all exhibits must be given to the court reporter at the time of the prehearing conference or hearing.

<u>Auxiliary Aids or Services for Persons with a Disability</u>- Any individual with a disability who needs auxiliary aids and services to have an equal opportunity to effectively communicate and participate in the hearing must request such aids or services at least two weeks prior to the hearing by notifying the Commission's Docket Services by mail at P. O. Box 12967, Austin, Texas 78711-2967 or by telephone at (512) 463-6848 or TDD No. (800) 735-2989.

<u>Audio/Visual Computer Presentations</u>- Requests for setting up a presentation need to be made in writing **no less than three business days prior to the hearing or prehearing conference date**. Please contact Docket Services to complete a Presentation Setup Help Desk Questionnaire Form.

<u>Service List</u>- The Applicant shall review this Notice of Prehearing Conference and the attached Certificate of Service for accuracy and completeness and shall immediately notify Docket Services of any discrepancy or omission.

APPENDIX A

<u>Purpose of Prehearing Conference</u>-The purpose of the prehearing conference is to address matters preliminary to the hearing on the merits, including hearing any outstanding motions, establishing a hearing date and procedural schedule, and addressing other preliminary matters as determined by the examiners. Non-exclusive examples of motions that might be considered include motions to dismiss, motions regarding jurisdiction, motions regarding a party's standing and/or motions related to discovery. All motions to be considered must be filed and served on all parties at least ten days before the prehearing conference.

APPENDIX B

Purpose of Hearing on the Merits- The purpose of this hearing is to consider the application of Tab Ector LLC for a commercial permit to dispose of oil and gas waste by injection for the Tab S19 Lease, Well No. 1, Coyanosa, N. (Delaware) Field, in Pecos County, Texas, pursuant to 16 Tex. Admin. Code § 3.46. If granted, the permit will allow injection into a porous formation productive of oil or gas. The proposed location is approximately 4.5 miles south of Coyanosa, Texas. The application seeks authority to inject a maximum volume of 20,000 barrels per day of salt water, frac water, and other non-hazardous oil and gas waste into the subsurface depth interval from 4,830 to 7,358 feet within the Delaware formation.

One or more seismic events have been recorded within the Area of Investigation (AOI), a circular area 100 square miles around this well.

If you have questions regarding this Application, please contact the Applicant's representative, George Neale, at (512) 477-1976. If you have any questions regarding the hearing procedure, please contact Docket Services at (512) 463-6848 or at Room 12-123. Additional information about the prehearing conference process can be found at www.rrc.texas.gov/hearings.

Pursuant to the Amended COVID-19 Emergency Response Order issued by the Director of the Hearings Division on March 23, 2020, the assigned Administrative Law Judge MAY ORDER THAT THE MATTER NOTICED HEREIN BE CONDUCTED REMOTELY BY TELEPHONE OR VIDEO CONFERENCE. Such order will be transmitted to the parties within a reasonable time prior to the matter noticed herein and will specify procedures for the pre-filing of evidence and participation in the hearing. If the persons noticed herein know of any reason or reasons why this matter must be held in person, please submit a written response to the Hearings Division within 10 days of the date of this notice.

Additionally, it is required that the enclosed Notice of Intent to Appear (or a copy thereof) be filed by each party for this case not later than five days prior to the matter noticed herein. Failure to do so by the applicant or complainant **may lead to the hearing being canceled**. In protested matters, failure by a protestant to timely file a Notice of Intent to Appear **may result in dismissal of the protest**.

To access the Commission's Statewide Rules, start from the Commission's Home Page, click on "General Counsel" (upper right side of page) and follow the path: Rules, Current Rules, T.A.C. Chapter 3, Rule Number.

Check the Weekly Hearing Schedule on the Commission website at: http://www.rrc.texas.gov/hearings/hearing-schedules/ the day prior to the prehearing conference to confirm that it will go forward as scheduled.

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Notice of Prehearing Conference in Oil and Gas Docket No. <u>OG-20-00002065</u> was served on each of the persons named below by depositing same in the United States Mail, Inter-Agency Mail, or Inter-Agency E-Mail, as follows:

TAB ECTOR LLC PO BOX 87

COYANOSA TX 79730

DOUGLAS WILDE

WILDE JOHN FAMILY TRUST 3134 OLD EOLA ROAD SAN ANGELO, TX 79730

ANA MARIA MARSLAND FOR PRI OPERATING LLC 515 CONGRESS AVE. STE 2450 AUSTIN TX 78701

BRENT BRADEN 6804 E COUNTY RD 102 MIDLAND TX 79706

HILLARIO CASTANEDA PO BOX 184 COYANOSA TX 76905

DENNIS BRADEN PO BOX 146 COYANOSA TX 79730

MANDUJANO BROS PO BOX 87 COYANOSA TX 79730 LIZ CHAPMAN

PECOS COUNTY CLERK

200 S. NELSON

FORT STOCKTON, TX 79735

GEORGE NEALE FOR TAB ECTOR LLC PO BOX 1945 AUSTIN TX 78767

LORENZO GARZA ASSISTANT DEPUTY DIRECTOR ADMINISTRATIVE COMPLIANCE RRC - AUSTIN

Via Intra-Agency Email

JOE STASULLI ASSISTANT DEPUTY DIRECTOR ADMINISTRATIVE COMPLIANCE RRC - AUSTIN

Via Intra-Agency Email

OLIN MACNAMARA GEOLOGIST FIELD OPERATIONS RRC - AUSTIN Via Intra-Agency Email

PAUL DUBOIS
ASSISTANT DIRECTOR
O&G DIVISION TECHNICAL PERMITTING
RRC - AUSTIN

Via Intra-Agency Email

On this the <u>12th</u> day of <u>May</u>, 2020.

Melissa Stovall

Docket Services, Hearings Division Railroad Commission of Texas



Street

HEARINGS DIVISION PO Drawer 12967 Austin, TX 78711-2967

NOTICE OF INTENT TO APPEAR

A Copy of this Notice of Intent to Appear must be mailed to the Applicant and to Docket Services, P.O. Drawer 12967, Austin, TX 78711-2967. It must be *received* by Docket Services at least five business days in advance of the prehearing conference date and hearing date.

APPLICANT: TAB ECTOR LLC (834252)

CASE/DOCKET NO.: OG-20-00002065

STATUS NO.: 51051 ____, representing___ (Print Name) (Print Name) hereby enters this Notice of Intent to Appear at Prehearing Conference as (Check one of the referenced party status): _____ Applicant____ Protestant ____ Observer or ____ In Support of Application and states he/she or his/her representative will appear and participate at the prehearing conference. I further certify that, as of today's date, I have mailed or delivered a copy of this Notice of Intent to Appear form to the Applicant at the address shown in the Certificate of Service. Signature Date Telephone: Area Code: () Email Address: (OPTIONAL - If provided, e-mail address will become part of this public record; See TEX. GOV'T CODE § 552.137) TIME ESTIMATE (total required for your presentation): ADDRESS TO WHICH NOTICE WAS SENT: _____ Is correct Is incorrect and should be corrected to: Street City State Zip Code ADDITIONAL NOTICE SHOULD BE SENT TO THE REPRESENTATIVE SHOWN BELOW: (Print Name)

City

Zip Code

State



RAILROAD COMMISSION OF TEXAS

HEARINGS DIVISION

CONSENT TO ELECTRONIC SERVICE AND NOTIFICATION OF DOCUMENTS, RULINGS, DECISIONS, AND ORDERS

Effective September 1, 2015, Section 2001.142 (Notification of Decisions and Orders) of the Texas Government Code was amended to allow a state agency to notify each party to a contested case of any decision or order of the agency, if agreed to by the party to be notified, by electronic means sent to the current e-mail address of the party's attorney of record or of the party if the party is not represented by counsel. Tex. Gov't Code § 2001.142(a)(2).

Current rules of the Railroad Commission of Texas ("Commission") require the Commission to serve "a pleading or document" by "hand-delivering a copy to the person to be served, or by first class, certified, or registered mail, commercial delivery service, fax, email, or by such other manner as the Commission may require." Commission Practice and Procedure rules, §1.45(e)(2) and §1.45(b). According to §1.45(b)(1)(D), "Service by email may be used if the person to be served consents to be served by email pursuant to §1.27 or §1.32 of this title (relating to Parties and Authorized representatives, and Form and Content of Pleadings, respectively). If the person consents to be served by email, the person affirmatively consents to the release and disclosure of the email address. Email service is complete on the date of the email transmission. An email received after 5 p.m. local time of the recipient shall be deemed served on the following business day."

Completion of this form is optional

In lieu of service and notification by mail,	
attorney) on behalf of	hereby
agrees and consents to electronic service and notification of all documents, rulings,	decisions, and orders from
the Railroad Commission of Texas in Docket No	by the following electronic
means:	
[] E-mail at:	
Authorized by:	(signature)
	(print name)
	(firm)

By requesting electronic service, all orders, proposals for decision, and other documents and communications to me in this docket will be provided to me by e-mail at the address set forth above. I will no longer receive paper copies of any documents in this docket. I also understand and agree that it is my responsibility to inform Docket Services and other parties of any changes to my e-mail address. By accepting the terms of this service my e-mail address will be shown on the service list of this docket and available to the Commission, other parties and will become part of this public record; See Tex Gov't Code §552.137. I am responsible for ensuring that my e-mail filters and settings allow the delivery of e-mails from the RRC and all other parties to this case. If the pleading contains 10 or fewer pages including exhibits, it may be filed by fax, email, or other approved electronic transmission with the Docket Services Section. If a party or authorized representative elects to file a pleading by email, the party or authorized representative agrees to be served by email and affirmatively consents to the release and disclosure of the email address.

RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

Oil and Gas Docket No. OG-20-00002449	§ APPLICATION OF LUXE OPERATING LLC (511772) § FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR § THE WILSON 184-185 UNIT LEASE, FLARE PERMIT NO. 40509, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002450	\$ COUNTY, TEXAS; DISTRICT 08 \$ APPLICATION OF LUXE OPERATING LLC (511772) \$ FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR \$ THE ALYSE 51 UNIT LEASE, FLARE PERMIT NO. \$ 41748, PHANTOM (WOLFCAMP) FIELD, WARD \$ COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002451	§ APPLICATION OF LUXE OPERATING LLC (511772) § FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR § THE DAVIS 201-200-199 UNIT LEASE, FLARE § PERMIT NO. 41939, PHANTOM (WOLFCAMP) FIELD, § WARD COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002452	\$ APPLICATION OF LUXE OPERATING LLC (511772) \$ FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR \$ THE BULLEIT 12-15-16W UNIT LEASE, PHANTOM \$ (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; \$ DISTRICT 08 \$ \$ APPLICATION OF LUXE OPERATING LLC (511772)
Oil and Gas Docket No. OG-20-00002453	 FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE EVAN WILLIAMS 23-13W UNIT LEASE, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002454	§ APPLICATION OF LUXE OPERATING LLC (511772) § FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR § THE BROOKE 184-185 UNIT LEASE, FLARE PERMIT § NO. 40510, PHANTOM (WOLFCAMP) FIELD, WARD § COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002455	§ APPLICATION OF LUXE OPERATING LLC (511772) § FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR § THE GEORGE T STAGG 5-2 UNIT LEASE, FLARE § PERMIT NO. 41054, PHANTOM (WOLFCAMP) FIELD, § WARD COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002456	 WARD COUNTY, TEXAS; DISTRICT 08 APPLICATION OF LUXE OPERATING LLC (511772) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE KNOB CREEK 12-11 UNIT LEASE, FLARE PERMIT NO. 41055, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08 APPLICATION OF LUXE OPERATING LLC (511772) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE BLACK MAPLE HILL STATE 12 UNIT LEASE, FLARE PERMIT NO. 42870, PHANTOM (WOLFCAMP)
Oil and Gas Docket No. OG-20-00002457	\$ APPLICATION OF LUXE OPERATING LLC (511772) \$ FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR \$ THE BLACK MAPLE HILL STATE 12 UNIT LEASE, \$ FLARE PERMIT NO. 42870, PHANTOM (WOLFCAMP) \$ FIELD, WARD COUNTY, TEXAS; DISTRICT 08

Oil and Gas Docket No. OG-20-00002458	<i>๛๛๛๛๛</i>	APPLICATION OF LUXE OPERATING LLC (511772) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE MARY GRACE 201-202 UNIT LEASE, FLARE PERMIT NO. 42869, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002459	n	APPLICATION OF LUXE OPERATING LLC (511772) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE JAKE 201-200 UNIT LEASE, FLARE PERMIT NO. 41938, PHANTOM (WOLFCAMP) FIELD, WARD COUNTY, TEXAS; DISTRICT 08
Oil and Gas Docket No. OG-20-00002461	000000	APPLICATION OF LUXE OPERATING LLC (511772) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE MITCHTERS STATE 21-26-32 UNIT LEASE, FLARE PERMIT NO. 42973, PHANTOM (WOLFCAMP)
May 12, 2020	§	FIELD, WARD COUNTY, TEXAS; DISTRICT 08

JOINT NOTICE OF HEARING

<u>Date, Location, and Place of Hearing</u>- Notice is hereby given that a public hearing will be held at **9:00 a.m.** on **Wednesday, May 27, 2020**, at the offices of the Railroad Commission of Texas (Commission) located in the William B. Travis State Office Building, at 1701 N. Congress Avenue, Austin, Texas, in a room number to be posted on the bulletin board in the first-floor lobby. If the hearing is not concluded on the day it commences, it will be continued from day to day until concluded.

If you are planning to attend the hearing, please be aware of changes to traffic patterns and the availability of metered parking in the area due to the Capitol Complex Construction project. There is limited metered parking in the capitol complex area. You may find paid parking at the Bob Bullock Museum across the street from the William B. Travis State Office Building or there is also a Capitol Visitors Parking Garage at 1201 San Jacinto Blvd. For access to the building, you can enter through the ground level from Brazos St. You may want to consider the additional time for parking and entering the building. Map and additional information is available on the RRC website at https://www.rrc.texas.gov/about-us/organization-activities/visiting-the-railroad-commission-in-the-william-b-travis-state-office-building/.

<u>Purpose of Hearing</u>- The purpose of the hearing is to allow the parties to present evidence and consider all issues of fact and law raised in or relevant to the Application. The issues that may be addressed at the hearing include, but are not limited to, the following:

- 1. A statement of the matters asserted and the nature of the Applicant's hearing request is in the attached Appendix A.
- 2. Any other issues raised in the pleadings, evidence, or argument that are necessary for the Commission to render a final decision on the merits of this case.

Failure to Appear- All parties, protestants or persons intending to participate at the hearing must attend the hearing. Failure to appear at any prehearing conference or the hearing in this case may result in dismissal of that party's claim or protest, or default against that party/protestant and claims. See, e.g., Tex. Gov't Code § 2001.056, 16 Tex. Admin. Code § 1.107.

Appearance at Hearing- All persons or parties supporting, opposing or protesting this Application and intending to participate in the hearing must complete and file with Docket Services the enclosed Notice of Intent to Appear at Hearing Protest form at least <u>five business days</u> prior to the hearing date in this

Notice of Hearing. This form is required even if a prior written response was submitted to the previously issued "Notice of Application." A copy of the form should be served on the Applicant and any other parties of record.

<u>Legal Authority and Jurisdiction</u>- The Commission has jurisdiction over Applicant and over the matters at issue in this proceeding pursuant to Tex. Nat. Res. Code title 3, subtitles A, B and C, Tex. Water Code chapters 26, 27 and 29, and Tex. Gov't Code chapter 2001.

<u>Particular Statutes and Rules Involved</u>- The statutes and rules applicable to this proceeding include but are not limited to the following:

- Tex. Nat. Res. Code, title 3, subtitles A, B and C;
- Commission rules in 16 Tex. Admin. Code chapters 1 and 3;
- Tex. Water Code chapters 26, 27 and 29; and
- Statutes and rules referenced in Appendix A, if any, of this Notice of Hearing.

<u>Continuance of Hearing</u>- Any request for continuance of this hearing must be filed in Docket Services <u>no later than five business days prior to the hearing date</u>. Copies of such request must be served to all parties shown on the service list. 16 Tex. Admin. Code § 1.45(a)(1).

Ex parte Communications Prohibited- Ex parte communications (e.g. phone calls and emails) with the examiners and Commissioners are prohibited. Tex. Gov't Code § 2001.061, 16 Tex. Admin. Code § 1.7.

Written Transcript of the Hearing- If a case is protested or becomes protested, the party requesting commission action in this case will need to obtain a court reporter no later than 21 days before the hearing. Typically, this would include the applicant, complainant, and similarly situated parties in other types of cases. See 16 Tex. Admin. Code § 1.111. If an examiner or party requests a written transcript, the Commission may assess the cost to one or more parties. This includes paying the court reporter's fees for the preparation of the original transcript for the Commission's official records and one copy for use by the examiners in preparing their written recommendation. To obtain a court reporter, contact Dave Howard & Associates Court Reporters at 512-282-0313 or dave@howardreporters.com.

<u>Hearing Exhibits</u>- All exhibits must be clearly marked and submitted in duplicate. If a party wants to offer an exhibit admitted in a prior proceeding, the party must provide a properly identified copy as an exhibit for the record in this proceeding. Additionally, if a court reporter is used, a copy of all exhibits must be given to the court reporter at the time of the hearing.

Auxiliary Aids or Services for Persons with a Disability- Any individual with a disability who needs auxiliary aids and services to have an equal opportunity to effectively communicate and participate in the hearing must request such aids or services at least two weeks prior to the hearing by notifying the Commission's Docket Services by mail at P. O. Box 12967, Austin, Texas 78711-2967 or by telephone at (512) 463-6848 or TDD No. (800) 735-2989.

<u>Audio/Visual Computer Presentations</u>- All requests for setting up a presentation need to be made in writing no less than three business days prior to the hearing date. Please contact Docket Services to complete a Presentation Setup Help Desk Questionnaire Form.

<u>Service List</u>- The Applicant shall review this Notice of Hearing and the attached Certificate of Service for accuracy and completeness and shall immediately notify Docket Services of any discrepancy or omission.

APPENDIX A

<u>Oil and Gas Docket No. OG-20-00002449-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Wilson 184-185 Unit Lease, Flare Permit No. 40509, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002450-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Alyse 51 Unit Lease, Flare Permit No. 41748, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002451-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Davis 201-200-199 Unit Lease, Flare Permit No. 41939, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002452-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Bulleit 12-15-16W Unit Lease, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002453-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Evan Williams 23-13W Unit Lease, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002454-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Brooke 184-185 Unit Lease, Flare Permit No. 40510, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002455-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the George T. Stagg 5-2 Unit Lease, Flare Permit No. 41054, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002456-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Knob Creek 12-11 Unit Lease, Flare Permit No. 41055, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002457-</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Black Maple Hill State 12 Unit Lease, Flare Permit No. 42870, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

Oil and Gas Docket No. OG-20-00002458- This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring

of gas, for the Mary Grace 201-202 Unit Lease, Flare Permit No. 44869, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002459</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Jake 201-200 Unit Lease, Flare Permit No. 41938, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002461</u> This hearing is held to consider the application of Luxe Operating LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Mitchters State 21-26-32 Unit Lease, Flare Permit No. 42973, Phantom (Wolfcamp) Field, in Ward County, Texas; District 08.

If you have questions regarding this Application, please contact the Applicant's representative, Kelli Kenney, at (512) 327-8111. If you have any questions regarding the hearing procedure, please contact Docket Services at (512) 463-6848 or at Room 12-123. Additional information about the hearing process can be found at www.rrc.texas.gov/hearings.

Pursuant to the Amended COVID-19 Emergency Response Order issued by the Director of the Hearings Division on March 23, 2020, the assigned Administrative Law Judge MAY ORDER THAT THE MATTER NOTICED HEREIN BE CONDUCTED REMOTELY BY TELEPHONE OR VIDEO CONFERENCE. Such order will be transmitted to the parties within a reasonable time prior to the matter noticed herein and will specify procedures for the pre-filing of evidence and participation in the hearing. If the persons noticed herein know of any reason or reasons why this matter must be held in person, please submit a written response to the Hearings Division within 10 days of the date of this notice.

Additionally, it is required that the enclosed Notice of Intent to Appear (or a copy thereof) be filed by each party for this case not later than five days prior to the matter noticed herein. Failure to do so by the applicant or complainant **may lead to the hearing being canceled**. In protested matters, failure by a protestant to timely file a Notice of Intent to Appear **may result in dismissal of the protest**.

To access the Commission's Statewide Rules, start from the Commission's Home Page, click on "General Counsel" (upper right side of page) and follow the path: Rules, Current Rules, T.A.C. Chapter 3, Rule Number.

Check the Weekly Hearing Schedule on the Commission website at: http://www.rrc.texas.gov/hearings/hearing-schedules/ the day prior to the hearing to confirm that it will go forward as scheduled.

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Notice of Hearing in Oil and Gas Docket No. <u>OG-20-00002449 et al</u> was served on each of the persons named below by depositing same in the United States Mail, Inter-Agency Mail, or Inter-Agency E-Mail, as follows:

LUXE OPERATING LLC BLDG 5 SUITE 150 6500 RIVER PLACE BLVD AUSTIN, TX 78730

CARRIZO (PERMIAN) LLC ATTN REGULATORY DEPARTMENT 5000 DALLAS ST SUITE 2300 HOUSTON, TX 77002

CENTENNIAL RESOURCE PROD, LLC 1001 17TH STREET SUITE 1800

COG OPERATING LLC 600 W ILLINOIS AVE

DENVER, CO 80202

MIDLAND, TX 79701

COLGATE OPERATING, LLC 303 W WALL STREET SUITE 700 MIDLAND, TX 79701

MDC TEXAS OPERATOR LLC 24 SMITH RD SUITE 501A MIDLAND, TX 79705

NOBLE ENERGY INC 1001 NOBLE ENERGY WAY HOUSTON, TX 77070

OXY USA INC. ATTN KELLY MONTGOMERY 5 GREENWAY PLAZA SUITE 110 HOUSTON, TX 77046 PDC PERMIAN, INC. 1775 SHERMAN ST. STE 3000 DENVER, CO 80203

UPCURVE ENERGY, LLC 9811 KATY FWY SUITE 975 HOUSTON, TX 77024

WATERBRIDGE TEXAS OPERATING LLC 840 GESSNER SUITE 100 HOUSTON, TX 77024

XTO ENERGY INC. ATT LAND MANAGER-LOC115 22777 SPRINGWOODS VILLAGE PKWY SPRING, TX 77389

EOG RESOURCES, INC. 1111 BAGBY STREET SKY LOBBY 2 HOUSTON, TX 77002

TALL CITY OPERATIONS III LLC PO BOX 10729 MIDLAND, TX 79702

HALCON OPERATING CO., INC. 1000 LOUISIANA ST SUITE 6600 HOUSTON, TX 77002

SHELL WESTERN E&P PO BOX 576 HOUSTON, TX 77001 JETTA PERMIAN, LP FROST TOWER FORT WORTH 640 TAYLOR ST SUITE 2400 FORT WORTH, TX 76102

CALLON PETROLEUM
OPERATING CO
20000 W SAM HOUSTON PKWY S
STE 2000
HOUSTON, TX 77042

MCELROY SULLIVAN MILLER & WEBER LLP
KELLI KENNEY
FOR LUXE OPERATING LLC
PO BOX 12127
AUSTIN TX 78711

LORENZO GARZA
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

JOE STASULLI
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

OLIN MACNAMARA GEOLOGIST FIELD OPERATIONS RRC - AUSTIN Via Intra-Agency Email

PAUL DUBOIS
ASSISTANT DIRECTOR
O&G DIVISION TECHNICAL
PERMITTING
RRC - AUSTIN
Via Intra-Agency Email

On this the **12th** day of **May**, 2020.

Melissa Stovall

Docket Services, Hearings Division Railroad Commission of Texas



HEARINGS DIVISION PO Drawer 12967 Austin, TX 78711-2967

NOTICE OF INTENT TO APPEAR AT HEARING

A Copy of this Notice of Intent to Appear at Hearing must be mailed to the Applicant and to Docket Services, P.O. Drawer 12967, Austin, TX 78711-2967. It must be received by Docket Services at least five business days in advance of the hearing date.

APPLICANT: LUXE OPERATING LLC (511772)

CASE/DOCKET NO.: OG-20-00002449 ET AL

STATUS NO.: ____, representing___ (Print Name) (Print Name) hereby enters this Notice of Intent to Appear at Hearing as (Check one of the referenced party status): __ Applicant_____ Protestant _____ Observer or ____ In Support of Application and states he/she or his/her representative will appear and participate at the hearing. I further certify that, as of today's date, I have mailed or delivered a copy of this Notice of Intent to Appear at Hearing form to the Applicant at the address shown in the Certificate of Service. Signature Date Telephone: Area Code: () Email Address: (OPTIONAL - If provided, e-mail address will become part of this public record; See TEX. Gov'T CODE § 552.137) TIME ESTIMATE (total required for your presentation at the hearing): ______ ADDRESS TO WHICH NOTICE WAS SENT: _____ Is correct _ Is incorrect and should be corrected to: Street City State Zip Code ADDITIONAL NOTICE SHOULD BE SENT TO THE REPRESENTATIVE SHOWN BELOW: (Print Name) Street City State Zip Code



RAILROAD COMMISSION OF TEXAS

HEARINGS DIVISION

CONSENT TO ELECTRONIC SERVICE AND NOTIFICATION OF DOCUMENTS, RULINGS, DECISIONS, AND ORDERS

Effective September 1, 2015, Section 2001.142 (Notification of Decisions and Orders) of the Texas Government Code was amended to allow a state agency to notify each party to a contested case of any decision or order of the agency, if agreed to by the party to be notified, by electronic means sent to the current e-mail address of the party's attorney of record or of the party if the party is not represented by counsel. Tex. Gov't Code § 2001.142(a)(2).

Current rules of the Railroad Commission of Texas ("Commission") require the Commission to serve "a pleading or document" by "hand-delivering a copy to the person to be served, or by first class, certified, or registered mail, commercial delivery service, fax, email, or by such other manner as the Commission may require." Commission Practice and Procedure rules, §1.45(e)(2) and §1.45(b). According to §1.45(b)(1)(D), "Service by email may be used if the person to be served consents to be served by email pursuant to §1.27 or §1.32 of this title (relating to Parties and Authorized representatives, and Form and Content of Pleadings, respectively). If the person consents to be served by email, the person affirmatively consents to the release and disclosure of the email address. Email service is complete on the date of the email transmission. An email received after 5 p.m. local time of the recipient shall be deemed served on the following business day."

Completion of this form is optional

In lieu of service and notification by mail,	
attorney) on behalf of	hereby
agrees and consents to electronic service and notification of all documents, rulings,	decisions, and orders from
the Railroad Commission of Texas in Docket No	by the following electronic
means:	
[] E-mail at:	
Authorized by:	(signature)
	(print name)
	(firm)

By requesting electronic service, all orders, proposals for decision, and other documents and communications to me in this docket will be provided to me by e-mail at the address set forth above. I will no longer receive paper copies of any documents in this docket. I also understand and agree that it is my responsibility to inform Docket Services and other parties of any changes to my e-mail address. By accepting the terms of this service my e-mail address will be shown on the service list of this docket and available to the Commission, other parties and will become part of this public record; See Tex Gov't Code §552.137. I am responsible for ensuring that my e-mail filters and settings allow the delivery of e-mails from the RRC and all other parties to this case. If the pleading contains 10 or fewer pages including exhibits, it may be filed by fax, email, or other approved electronic transmission with the Docket Services Section. If a party or authorized representative elects to file a pleading by email, the party or authorized representative agrees to be served by email and affirmatively consents to the release and disclosure of the email address.

RAILROAD COMMISSION OF TEXAS **HEARINGS DIVISION**

APPLICATION OF ANADARKO E&P ONSHORE LLC Oil and Gas Docket No. OG-20-00002463

> (020528) FOR AN EXCEPTION TO STATEWIDE RULE ω ω ω ω ω ω ω ω ω ω 32 FOR THE BOB COUCH 3-10 (48397) LEASE, WELL

> NO. #1H, SANDBAR (BONE SPRING) FIELD, LOVING, REEVES, AND WARD COUNTIES, TEXAS; DISTRICT

Oil and Gas Docket No. OG-20-00002464 APPLICATION OF ANADARKO E&P ONSHORE LLC

(020528) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE YELLOWJACKET UL UNIT 19-3 (50764)

LEASE, WELL NO. #12H, SANDBAR (BONE SPRING)

FIELD, LOVING, REEVES, AND WARD COUNTIES,

May 14, 2020 TEXAS; DISTRICT 08

JOINT NOTICE OF HEARING

Date, Location, and Place of Hearing- Notice is hereby given that a public hearing will be held at 9:00 a.m. on Friday, May 29, 2020, at the offices of the Railroad Commission of Texas (Commission) located in the William B. Travis State Office Building, at 1701 N. Congress Avenue, Austin, Texas, in a room number to be posted on the bulletin board in the first-floor lobby. If the hearing is not concluded on the day it commences, it will be continued from day to day until concluded.

If you are planning to attend the hearing, please be aware of changes to traffic patterns and the availability of metered parking in the area due to the Capitol Complex Construction project. There is limited metered parking in the capitol complex area. You may find paid parking at the Bob Bullock Museum across the street from the William B. Travis State Office Building or there is also a Capitol Visitors Parking Garage at 1201 San Jacinto Blvd. For access to the building, you can enter through the ground level from Brazos St. You may want to consider the additional time for parking and entering the building. Map and additional information is available on the RRC website at https://www.rrc.texas.gov/about-us/organization-activities/visiting-the-railroad-commission-in-thewilliam-b-travis-state-office-building/.

Purpose of Hearing- The purpose of the hearing is to allow the parties to present evidence and consider all issues of fact and law raised in or relevant to the Application. The issues that may be addressed at the hearing include, but are not limited to, the following:

- 1. A statement of the matters asserted and the nature of the Applicant's hearing request is in the attached Appendix A.
- 2. Any other issues raised in the pleadings, evidence, or argument that are necessary for the Commission to render a final decision on the merits of this case.

Failure to Appear- All parties, protestants or persons intending to participate at the hearing must attend the hearing. Failure to appear at any prehearing conference or the hearing in this case may result in dismissal of that party's claim or protest, or default against that party/protestant and claims. See, e.g., Tex. Gov't Code § 2001.056, 16 Tex. Admin. Code § 1.107.

Appearance at Hearing- All persons or parties supporting, opposing or protesting this Application and intending to participate in the hearing must complete and file with Docket Services the enclosed Notice of Intent to Appear at Hearing Protest form at least five business days prior to the hearing date in this Notice of Hearing. This form is required even if a prior written response was submitted to the previously issued "Notice of Application." A copy of the form should be served on the Applicant and any other parties of record.

<u>Legal Authority and Jurisdiction</u>- The Commission has jurisdiction over Applicant and over the matters at issue in this proceeding pursuant to Tex. Nat. Res. Code title 3, subtitles A, B and C, Tex. Water Code chapters 26, 27 and 29, and Tex. Gov't Code chapter 2001.

<u>Particular Statutes and Rules Involved</u>- The statutes and rules applicable to this proceeding include but are not limited to the following:

- Tex. Nat. Res. Code, title 3, subtitles A, B and C;
- Commission rules in 16 Tex. Admin. Code chapters 1 and 3;
- Tex. Water Code chapters 26, 27 and 29; and
- Statutes and rules referenced in Appendix A, if any, of this Notice of Hearing.

<u>Continuance of Hearing</u>- Any request for continuance of this hearing must be filed in Docket Services <u>no later than five business days prior to the hearing date</u>. Copies of such request must be served to all parties shown on the service list. 16 Tex. Admin. Code § 1.45(a)(1).

Ex parte Communications Prohibited- Ex parte communications (e.g. phone calls and emails) with the examiners and Commissioners are prohibited. Tex. Gov't Code § 2001.061, 16 Tex. Admin. Code § 1.7.

Written Transcript of the Hearing- If a case is protested or becomes protested, the party requesting commission action in this case will need to obtain a court reporter no later than 21 days before the hearing. Typically, this would include the applicant, complainant, and similarly situated parties in other types of cases. See 16 Tex. Admin. Code § 1.111. If an examiner or party requests a written transcript, the Commission may assess the cost to one or more parties. This includes paying the court reporter's fees for the preparation of the original transcript for the Commission's official records and one copy for use by the examiners in preparing their written recommendation. To obtain a court reporter, contact Dave Howard & Associates Court Reporters at 512-282-0313 or dave@howardreporters.com.

Hearing Exhibits- All exhibits must be clearly marked and submitted in duplicate. If a party wants to offer an exhibit admitted in a prior proceeding, the party must provide a properly identified copy as an exhibit for the record in this proceeding. Additionally, if a court reporter is used, a copy of all exhibits must be given to the court reporter at the time of the hearing.

Auxiliary Aids or Services for Persons with a Disability- Any individual with a disability who needs auxiliary aids and services to have an equal opportunity to effectively communicate and participate in the hearing must request such aids or services at least two weeks prior to the hearing by notifying the Commission's Docket Services by mail at P. O. Box 12967, Austin, Texas 78711-2967 or by telephone at (512) 463-6848 or TDD No. (800) 735-2989.

<u>Audio/Visual Computer Presentations</u>- All requests for setting up a presentation need to be made in writing no less than three business days prior to the hearing date. Please contact Docket Services to complete a Presentation Setup Help Desk Questionnaire Form.

<u>Service List</u>- The Applicant shall review this Notice of Hearing and the attached Certificate of Service for accuracy and completeness and shall immediately notify Docket Services of any discrepancy or omission.

APPENDIX A

<u>Oil and Gas Docket No. OG-20-00002463-</u> This hearing is held to consider the application of Anadarko E&P Onshore LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Bob Couch 3-10 (48397) Lease, Well No. #1H, Flare Permit No. 40488, Sandbar (Bone Spring) Field, in Loving, Reeves, and Ward Counties, Texas; District 08.

<u>Oil and Gas Docket No. OG-20-00002464-</u> This hearing is held to consider the application of Anadarko E&P Onshore LLC for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Yellowjacket UL Unit (50764) Lease, Well No. #12H, Flare Permit No. 40475, Sandbar (Bone Spring) Field, in Loving, Reeves, and Ward Counties, Texas; District 08.

If you have questions regarding this Application, please contact the Applicant's representative, Ana Maria Marsland, at (512) 476-3529. If you have any questions regarding the hearing procedure, please contact Docket Services at (512) 463-6848 or at Room 12-123. Additional information about the hearing process can be found at www.rrc.texas.gov/hearings.

Pursuant to the Amended COVID-19 Emergency Response Order issued by the Director of the Hearings Division on March 23, 2020, the assigned Administrative Law Judge MAY ORDER THAT THE MATTER NOTICED HEREIN BE CONDUCTED REMOTELY BY TELEPHONE OR VIDEO CONFERENCE. Such order will be transmitted to the parties within a reasonable time prior to the matter noticed herein and will specify procedures for the pre-filing of evidence and participation in the hearing. If the persons noticed herein know of any reason or reasons why this matter must be held in person, please submit a written response to the Hearings Division within 10 days of the date of this notice.

Additionally, it is required that the enclosed Notice of Intent to Appear (or a copy thereof) be filed by each party for this case not later than five days prior to the matter noticed herein. Failure to do so by the applicant or complainant **may lead to the hearing being canceled**. In protested matters, failure by a protestant to timely file a Notice of Intent to Appear **may result in dismissal of the protest**.

To access the Commission's Statewide Rules, start from the Commission's Home Page, click on "General Counsel" (upper right side of page) and follow the path: Rules, Current Rules, T.A.C. Chapter 3, Rule Number.

Check the Weekly Hearing Schedule on the Commission website at: http://www.rrc.texas.gov/hearings/hearing-schedules/ the day prior to the hearing to confirm that it will go forward as scheduled.

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Notice of Hearing in Oil and Gas Docket No. <u>OG-20-00002463 & OG-20-00002464</u> was served on each of the persons named below by depositing same in the United States Mail, Inter-Agency Mail, or Inter-Agency E-Mail, as follows:

ANADARKO E&P ONSHORE LLC CENTENNIAL RESOURCES HIGH ROLLER WELLS LLC 5 GREENWAY PLAZA, SUITE 110 1001 17TH ST., SUITE 1800 1008 SOUTHVIEW CIRCLE ATTN: KELLEY MONTGOMERY DENVER, CO 80202 CENTER, TX 75935 HOUSTON, TX 77046 CHAPARRAL ENERGY LLC HILLSTONE DACO PERMIAN LLC ANADARKO PETROLEUM CORP 701 CEDAR LAKE BLVD. C/O HILLSTONE EN PT LLC LEGAL P. O. BOX 1330 OKLAHOMA CITY, OK 73114 1515 WAZEE ST., STE 300 ATTN: BERTHA NEFE **DENVER, CO 80202** HOUSTON, TX 77251-1330 CHESAPEAKE OPERATING INC. P. O. BOX 18496 HILLSTONE PERMIAN PIPELINE ABRAXAS PETROLEUM CORP ATTN: REGULATORY COMPLIANCE LLC 18803 MEISNER DRIVE OKLAHOMA CITY, OK 73154-8496 1515 WAZEE STREET, SUITE 300 SAN ANTONIO, TX 78258 **DENVER, CO 80202** CIMAREX ENERGY COMPANY APACHE CORP 202 S CHEYENNE AVE., STE. 1000 JAGGED PEAK ENERGY LLC 2000 POST OAK BLVD., NO. 100 ATTN: GENEA HOLLAWAY 1401 LAWRENCE ST., SUITE 1800 HOUSTON, TX 77056 TULSA, OK 74103 DENVER, CO 80202 LUXE OPERATING LLC APC WATER HOLDINGS 1 LLC COG OPERATING LLC P. O. BOX 1330 600 W ILLINOIS AVE. 1 CC BLDG 5, SUITE 150 ATTN: BERTHA NEFE MIDLAND, TX 79701 6500 RIVER PLACE BLVD HOUSTON, TX 77251-1330 AUSTIN, TX 79730 COLGATE OPERATING LLC APR OPERATING LLC 306 W WALL STREET, SUITE 500 MATADOR PRODUCTION 400 W ILLINOIS, STE 970 MIDLAND, TX 79701 COMPANY MIDLAND, TX 79701 ONE LINCOLN CENTRE **CONOCOPHILLIPS COMPANY** 5400 LBJ FREEWAY, SUITE 1500 ARRINGTON OIL & GAS 600 N DAIRY ASHFORD **DALLAS, TX 75240** OPERATING LLC ATTN: AMY JOHNSON MEWBOURNE OIL CO P. O. BOX 2071 EC3 10 W286 MIDLAND, TX 79702 HOUSTON, TX 77079 BOX 7698 TYLER, TX 75711 **BOLD OPERATING LLC** DACO OPERATING LLC 1400 WOODLOCH FOREST DR., P. O. BOX 64442 **NGL WATER SOLUTIONS** SUITE 300 LUBBOCK, TX 79464 PERMIAN LLC THE WOODLANDS, TX 77381-1197 1509 W WALL STREET, SUITE 306 DIAMONDBACK EXPLORATION & MIDLAND, TX 79701 BPX OPERATING CO PROD LLC 1700 PLATTE STREET 500 W TEXAS AVENUE, SUITE 1200 OWL SWD OPERATING LLC DENVER, CO 80202 MIDLAND, TX 79701-4203 8201 PRESTON RD., SUITE 520 DALLAS TX 75225 CALLON PETROLEUM **ENERGEN RESOURCES CORP** OPERATING CO 3510 N A STREET, BLDGS A & B **OXY USA INC** 2000 W SAM HOUSTON PKWY S MIDLAND, TX 79705 5 GREENWAY PLAZA, SUITE 110

CARRIZO PERMIAN LLC 500 DALLAS ST., SUITE 2300 HOUSTON, TX 77002

HOUSTON TX 77042

STE 2000

EOG RESOURCES INC. P. O. BOX 4362 ATTN: TIM VOGLER HOUSTON, TX 77210-4362 HOUSTON, TX 77046

PARSLEY ENERGY

OPERATIONS LLC 303 COLORADO SUITE 3000 AUSTIN, TX 78701 PRI OPERATING LLC 110 WEST LOUISIANA, SUITE 500 MIDLAND, TX 79701

RKI EXPLORATION &
PRODUCTION LLC
3500 ONE WILLIAMS CENTER MD
35
TULSA, OK 74172

ROSEHILL OPERATING COMPANY LLC 16200 PARK ROW, SUITE 300 HOUSTON, TX 77084

SHELL WESTERN E&P P. O. BOX 576 HOUSTON, TX 77001

SHELL WESTERN E&P INC. LP P. O. BOX 576 HOUSTON, TX 77001 SILVER HILL ENERGY PARTNERS LLC 3141 HOOD ST., SUITE 500 DALLAS, TX 75219-2700

TEMA OIL & GAS COMPANY 16200 PARK ROW, SUITE 300 HOUSTON, TX 77084-5108

WPX ENERGY PERMIAN LLC 3500 ONE WILLIAMS CENTER MD-35 TULSA, OK 74172

WPX ENERGY PRODUCTION LLC P. O. BOX 3102 TULSA, OK 74101 ANA MARIA MARSLAND FOR ANADARKO E&P ONSHORE LLC 515 CONGRESS AVE STE 2450 AUSTIN TX 78701

LORENZO GARZA
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

JOE STASULLI
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

OLIN MACNAMARA GEOLOGIST FIELD OPERATIONS RRC - AUSTIN Via Intra-Agency Email

PAUL DUBOIS
ASSISTANT DIRECTOR
O&G DIVISION TECHNICAL
PERMITTING
RRC - AUSTIN
Via Intra-Agency Email

On this the 14th day of May, 2020.

Melissa Stovall

Docket Services, Hearings Division Railroad Commission of Texas



Street

HEARINGS DIVISION PO Drawer 12967 Austin, TX 78711-2967

NOTICE OF INTENT TO APPEAR AT HEARING

A Copy of this Notice of Intent to Appear at Hearing must be mailed to the Applicant and to Docket Services, P.O. Drawer 12967, Austin, TX 78711-2967. It must be received by Docket Services at least five business days in advance of the hearing date.

CASE/DOCKET NO.: OG-20-00002463 & 2464

APPLICANT: ANADARKO E&P ONSHORE LLC (020528)

STATUS NO.: ____, representing___ (Print Name) (Print Name) hereby enters this Notice of Intent to Appear at Hearing as (Check one of the referenced party status): __ Applicant_____ Protestant _____ Observer or ____ In Support of Application and states he/she or his/her representative will appear and participate at the hearing. I further certify that, as of today's date, I have mailed or delivered a copy of this Notice of Intent to Appear at Hearing form to the Applicant at the address shown in the Certificate of Service. Signature Date Telephone: Area Code: () Email Address: (OPTIONAL - If provided, e-mail address will become part of this public record; See TEX. Gov'T CODE § 552.137) TIME ESTIMATE (total required for your presentation at the hearing): ______ ADDRESS TO WHICH NOTICE WAS SENT: _____ Is correct _ Is incorrect and should be corrected to: Street City State Zip Code ADDITIONAL NOTICE SHOULD BE SENT TO THE REPRESENTATIVE SHOWN BELOW: (Print Name)

City

Zip Code

State



RAILROAD COMMISSION OF TEXAS

HEARINGS DIVISION

CONSENT TO ELECTRONIC SERVICE AND NOTIFICATION OF DOCUMENTS, RULINGS, DECISIONS, AND ORDERS

Effective September 1, 2015, Section 2001.142 (Notification of Decisions and Orders) of the Texas Government Code was amended to allow a state agency to notify each party to a contested case of any decision or order of the agency, if agreed to by the party to be notified, by electronic means sent to the current e-mail address of the party's attorney of record or of the party if the party is not represented by counsel. Tex. Gov't Code § 2001.142(a)(2).

Current rules of the Railroad Commission of Texas ("Commission") require the Commission to serve "a pleading or document" by "hand-delivering a copy to the person to be served, or by first class, certified, or registered mail, commercial delivery service, fax, email, or by such other manner as the Commission may require." Commission Practice and Procedure rules, §1.45(e)(2) and §1.45(b). According to §1.45(b)(1)(D), "Service by email may be used if the person to be served consents to be served by email pursuant to §1.27 or §1.32 of this title (relating to Parties and Authorized representatives, and Form and Content of Pleadings, respectively). If the person consents to be served by email, the person affirmatively consents to the release and disclosure of the email address. Email service is complete on the date of the email transmission. An email received after 5 p.m. local time of the recipient shall be deemed served on the following business day."

Completion of this form is optional

In lieu of service	and notification by mail,	
attorney) on behalf of		hereby
agrees and consents to e	ectronic service and notification of all documents, rul	lings, decisions, and orders from
the Railroad Commission	of Texas in Docket No	by the following electronic
means:		
[] E-mail	at:	
Authorized by:		(signature)
		(print name)
		(firm)

By requesting electronic service, all orders, proposals for decision, and other documents and communications to me in this docket will be provided to me by e-mail at the address set forth above. I will no longer receive paper copies of any documents in this docket. I also understand and agree that it is my responsibility to inform Docket Services and other parties of any changes to my e-mail address. By accepting the terms of this service my e-mail address will be shown on the service list of this docket and available to the Commission, other parties and will become part of this public record; See Tex Gov't Code §552.137. I am responsible for ensuring that my e-mail filters and settings allow the delivery of e-mails from the RRC and all other parties to this case. If the pleading contains 10 or fewer pages including exhibits, it may be filed by fax, email, or other approved electronic transmission with the Docket Services Section. If a party or authorized representative elects to file a pleading by email, the party or authorized representative agrees to be served by email and affirmatively consents to the release and disclosure of the email address.

RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

Oil and Gas Docket No. OG-20-00002536	<i>~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~</i>	APPLICATION OF WALSH PETROLEUM, INC. (894720) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE SAWYER 576 (70617) LEASE, BRAHANEY FIELD, YOAKUM COUNTY, TEXAS; DISTRICT 8A
Oil and Gas Docket No. OG-20-00002537	0000000	APPLICATION OF WALSH PETROLEUM, INC. (894720) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE DAVIS 578 603 (70641) LEASE, BRAHANEY FIELD, YOAKUM COUNTY, TEXAS; DISTRICT 8A
Oil and Gas Docket No. OG-20-00002538	999	APPLICATION OF WALSH PETROLEUM, INC. (894720) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE THELMA NELSON (70609) LEASE, BRAHANEY
May 14, 2020	§	FIELD, YOAKUM COUNTY, TEXAS; DISTRICT 8A

JOINT NOTICE OF HEARING

<u>Date, Location, and Place of Hearing</u>- Notice is hereby given that a public hearing will be held at 1:30 p.m. on Thursday, May 28, 2020, at the offices of the Railroad Commission of Texas (Commission) located in the William B. Travis State Office Building, at 1701 N. Congress Avenue, Austin, Texas, in a room number to be posted on the bulletin board in the first-floor lobby. If the hearing is not concluded on the day it commences, it will be continued from day to day until concluded.

If you are planning to attend the hearing, please be aware of changes to traffic patterns and the availability of metered parking in the area due to the Capitol Complex Construction project. There is limited metered parking in the capitol complex area. You may find paid parking at the Bob Bullock Museum across the street from the William B. Travis State Office Building or there is also a Capitol Visitors Parking Garage at 1201 San Jacinto Blvd. For access to the building, you can enter through the ground level from Brazos St. You may want to consider the additional time for parking and entering the building. Map and additional information is available on the RRC website at https://www.rrc.texas.gov/about-us/organization-activities/visiting-the-railroad-commission-in-the-william-b-travis-state-office-building/.

<u>Purpose of Hearing</u>- The purpose of the hearing is to allow the parties to present evidence and consider all issues of fact and law raised in or relevant to the Application. The issues that may be addressed at the hearing include, but are not limited to, the following:

- 1. A statement of the matters asserted and the nature of the Applicant's hearing request is in the attached Appendix A.
- 2. Any other issues raised in the pleadings, evidence, or argument that are necessary for the Commission to render a final decision on the merits of this case.

<u>Failure to Appear- All parties, protestants or persons intending to participate at the hearing must attend the hearing</u>. Failure to appear at any prehearing conference or the hearing in this case may result in <u>dismissal of that party's claim or protest</u>, or default against that party/protestant and claims. See, e.g., Tex. Gov't Code § 2001.056, 16 Tex. Admin. Code § 1.107.

<u>Appearance at Hearing</u>- All persons or parties supporting, opposing or protesting this Application and intending to participate in the hearing must complete and file with Docket Services the enclosed Notice

of Intent to Appear at Hearing Protest form at least <u>five business days</u> prior to the hearing date in this Notice of Hearing. <u>This form is required even if a prior written response was submitted to the previously issued "Notice of Application."</u> A copy of the form should be served on the Applicant and any other parties of record.

<u>Legal Authority and Jurisdiction</u>- The Commission has jurisdiction over Applicant and over the matters at issue in this proceeding pursuant to Tex. Nat. Res. Code title 3, subtitles A, B and C, Tex. Water Code chapters 26, 27 and 29, and Tex. Gov't Code chapter 2001.

<u>Particular Statutes and Rules Involved</u>- The statutes and rules applicable to this proceeding include but are not limited to the following:

- Tex. Nat. Res. Code, title 3, subtitles A, B and C;
- Commission rules in 16 Tex. Admin. Code chapters 1 and 3;
- Tex. Water Code chapters 26, 27 and 29; and
- Statutes and rules referenced in Appendix A, if any, of this Notice of Hearing.

<u>Continuance of Hearing</u>- Any request for continuance of this hearing must be filed in Docket Services <u>no later than five business days prior to the hearing date</u>. Copies of such request must be served to all parties shown on the service list. 16 Tex. Admin. Code § 1.45(a)(1).

Ex parte Communications Prohibited- Ex parte communications (e.g. phone calls and emails) with the examiners and Commissioners are prohibited. Tex. Gov't Code § 2001.061, 16 Tex. Admin. Code § 1.7.

Written Transcript of the Hearing- If a case is protested or becomes protested, the party requesting commission action in this case will need to obtain a court reporter no later than 21 days before the hearing. Typically, this would include the applicant, complainant, and similarly situated parties in other types of cases. See 16 Tex. Admin. Code § 1.111. If an examiner or party requests a written transcript, the Commission may assess the cost to one or more parties. This includes paying the court reporter's fees for the preparation of the original transcript for the Commission's official records and one copy for use by the examiners in preparing their written recommendation. To obtain a court reporter, contact Dave Howard & Associates Court Reporters at 512-282-0313 or dave@howardreporters.com.

<u>Hearing Exhibits</u>- All exhibits must be clearly marked and submitted in duplicate. If a party wants to offer an exhibit admitted in a prior proceeding, the party must provide a properly identified copy as an exhibit for the record in this proceeding. Additionally, if a court reporter is used, a copy of all exhibits must be given to the court reporter at the time of the hearing.

Auxiliary Aids or Services for Persons with a Disability- Any individual with a disability who needs auxiliary aids and services to have an equal opportunity to effectively communicate and participate in the hearing must request such aids or services at least two weeks prior to the hearing by notifying the Commission's Docket Services by mail at P. O. Box 12967, Austin, Texas 78711-2967 or by telephone at (512) 463-6848 or TDD No. (800) 735-2989.

<u>Audio/Visual Computer Presentations</u>- All requests for setting up a presentation need to be made in writing no less than three business days prior to the hearing date. Please contact Docket Services to complete a Presentation Setup Help Desk Questionnaire Form.

<u>Service List</u>- The Applicant shall review this Notice of Hearing and the attached Certificate of Service for accuracy and completeness and shall immediately notify Docket Services of any discrepancy or omission.

APPENDIX A

<u>Oil and Gas Docket No. OG-20-00002536-</u> This hearing is held to consider the application of Walsh Petroleum, Inc. for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Sawyer 576 (70617) Lease, Flare Permit No. 30797, Brahaney Field, Yoakum County, Texas; District 8A.

<u>Oil and Gas Docket No. OG-20-00002537-</u> This hearing is held to consider the application of Walsh Petroleum, Inc. for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Davis 578 603 (70641) Lease, Flare Permit No. 30798, Brahaney Field, Yoakum County, Texas; District 8A.

<u>Oil and Gas Docket No. OG-20-00002538-</u> This hearing is held to consider the application of Walsh Petroleum, Inc. for an Exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32), relating to the flaring of gas, for the Thelma Nelson (70609) Lease, Flare Permit No. 30799, Brahaney Field, Yoakum County, Texas; District 8A.

If you have questions regarding this Application, please contact the Applicant's representative, Barry Hagemann, at (512) 480-9600. If you have any questions regarding the hearing procedure, please contact Docket Services at (512) 463-6848 or at Room 12-123. Additional information about the hearing process can be found at www.rrc.texas.gov/hearings.

Pursuant to the Amended COVID-19 Emergency Response Order issued by the Director of the Hearings Division on March 23, 2020, the assigned Administrative Law Judge MAY ORDER THAT THE MATTER NOTICED HEREIN BE CONDUCTED REMOTELY BY TELEPHONE OR VIDEO CONFERENCE. Such order will be transmitted to the parties within a reasonable time prior to the matter noticed herein and will specify procedures for the pre-filing of evidence and participation in the hearing. If the persons noticed herein know of any reason or reasons why this matter must be held in person, please submit a written response to the Hearings Division within 10 days of the date of this notice.

Additionally, it is required that the enclosed Notice of Intent to Appear (or a copy thereof) be filed by each party for this case not later than five days prior to the matter noticed herein. Failure to do so by the applicant or complainant **may lead to the hearing being canceled**. In protested matters, failure by a protestant to timely file a Notice of Intent to Appear **may result in dismissal of the protest**.

To access the Commission's Statewide Rules, start from the Commission's Home Page, click on "General Counsel" (upper right side of page) and follow the path: Rules, Current Rules, T.A.C. Chapter 3, Rule Number.

Check the Weekly Hearing Schedule on the Commission website at: http://www.rrc.texas.gov/hearings/hearing-schedules/ the day prior to the hearing to confirm that it will go forward as scheduled.

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Notice of Hearing in Oil and Gas Docket No. <u>OG-20-00002536, 2537, & 2538</u> was served on each of the persons named below by depositing same in the United States Mail, Inter-Agency Mail, or Inter-Agency E-Mail, as follows:

WALSH PETROLEUM, INC. ATTN MARTHA FINLEY PO BOX 3528 MIDLAND TX 79702

APACHE CORPORATION
ATTN ELAINE RUEDA
2000 POST OAK BLVD STE 100
HOUSTON TX 77056

THOMPSON, J. CLEO 325 N SAINT PAUL STE 4300 DALLAS TX 75201

RILEY PERMIAN OPERATING CO, LLC 29 E RENO AVE STE 500 OKLAHOMA CITY OK 73104

RILEY EXPLORATION OPG CO, LLC 2008 NORTH COUNCIL BLANCHARD OK 72010 BARRY HAGEMANN FOR WALSH PETROLEUM, INC. 1301 NUECES ST STE 102 AUSTIN TX 78701

LORENZO GARZA
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

JOE STASULLI
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

OLIN MACNAMARA GEOLOGIST FIELD OPERATIONS RRC - AUSTIN Via Intra-Agency Email

PAUL DUBOIS
ASSISTANT DIRECTOR
O&G DIVISION TECHNICAL PERMITTING
RRC - AUSTIN
Via Intra-Agency Email

On this the 14th day of May, 2020.

Melissa Stovall

Docket Services, Hearings Division Railroad Commission of Texas



Street

Street

HEARINGS DIVISION PO Drawer 12967 Austin, TX 78711-2967

NOTICE OF INTENT TO APPEAR AT HEARING

A Copy of this Notice of Intent to Appear at Hearing must be mailed to the Applicant and to Docket Services, P.O. Drawer 12967, Austin, TX 78711-2967. It must be received by Docket Services at least five business days in advance of the hearing date.

APPLICANT: WALSH PETROLEUM, INC. (894720)

CASE/DOCKET NO.: OG-20-00002536, 2537, & 2538

STATUS NO.: ____, representing___ (Print Name) (Print Name) hereby enters this Notice of Intent to Appear at Hearing as (Check one of the referenced party status): __ Applicant_____ Protestant _____ Observer or ____ In Support of Application and states he/she or his/her representative will appear and participate at the hearing. I further certify that, as of today's date, I have mailed or delivered a copy of this Notice of Intent to Appear at Hearing form to the Applicant at the address shown in the Certificate of Service. Signature Date Telephone: Area Code: () Email Address: (OPTIONAL - If provided, e-mail address will become part of this public record; See TEX. Gov'T CODE § 552.137) TIME ESTIMATE (total required for your presentation at the hearing): ______ ADDRESS TO WHICH NOTICE WAS SENT: ____ Is correct _ Is incorrect and should be corrected to:

City

City

ADDITIONAL NOTICE SHOULD BE SENT TO THE REPRESENTATIVE SHOWN BELOW:

(Print Name)

State

State

Zip Code

Zip Code



RAILROAD COMMISSION OF TEXAS

HEARINGS DIVISION

CONSENT TO ELECTRONIC SERVICE AND NOTIFICATION OF DOCUMENTS, RULINGS, DECISIONS, AND ORDERS

Effective September 1, 2015, Section 2001.142 (Notification of Decisions and Orders) of the Texas Government Code was amended to allow a state agency to notify each party to a contested case of any decision or order of the agency, if agreed to by the party to be notified, by electronic means sent to the current e-mail address of the party's attorney of record or of the party if the party is not represented by counsel. Tex. Gov't Code § 2001.142(a)(2).

Current rules of the Railroad Commission of Texas ("Commission") require the Commission to serve "a pleading or document" by "hand-delivering a copy to the person to be served, or by first class, certified, or registered mail, commercial delivery service, fax, email, or by such other manner as the Commission may require." Commission Practice and Procedure rules, §1.45(e)(2) and §1.45(b). According to §1.45(b)(1)(D), "Service by email may be used if the person to be served consents to be served by email pursuant to §1.27 or §1.32 of this title (relating to Parties and Authorized representatives, and Form and Content of Pleadings, respectively). If the person consents to be served by email, the person affirmatively consents to the release and disclosure of the email address. Email service is complete on the date of the email transmission. An email received after 5 p.m. local time of the recipient shall be deemed served on the following business day."

Completion of this form is optional

In lieu of service and notification by mail,	
attorney) on behalf of	hereby
agrees and consents to electronic service and notification of all documents, rulin	gs, decisions, and orders from
the Railroad Commission of Texas in Docket No.	by the following electronic
means:	
[] E-mail at:	
Authorized by:	(signature)
	(print name)
	(firm)

By requesting electronic service, all orders, proposals for decision, and other documents and communications to me in this docket will be provided to me by e-mail at the address set forth above. I will no longer receive paper copies of any documents in this docket. I also understand and agree that it is my responsibility to inform Docket Services and other parties of any changes to my e-mail address. By accepting the terms of this service my e-mail address will be shown on the service list of this docket and available to the Commission, other parties and will become part of this public record; See Tex Gov't Code §552.137. I am responsible for ensuring that my e-mail filters and settings allow the delivery of e-mails from the RRC and all other parties to this case. If the pleading contains 10 or fewer pages including exhibits, it may be filed by fax, email, or other approved electronic transmission with the Docket Services Section. If a party or authorized representative elects to file a pleading by email, the party or authorized representative agrees to be served by email and affirmatively consents to the release and disclosure of the email address.

RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

Oil and Gas Docket No. 06-0326620	§	APPLICATION OF KUDU MIDSTREAM LLC (478441)
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- PURSUANT TO STATEWIDE RULE 9 AND 36 FOR A
- § PERMIT TO DISPOSE OF OIL AND GAS WASTE
- § INCLUDING H2S BY INJECTION INTO A POROUS
- § FORMATION NOT PRODUCTIVE OF OIL OR GAS FOR
- § THE MARTINSVILLE AGI LEASE, MARTINSVILLE (TRAVIS
- § PEAK) FIELD, NACOGDOCHES COUNTY, TEXAS;
- § DISTRICT 06

Oil and Gas Docket No. 06-0326602 § APPLICATION OF KUDU MIDSTREAM LLC (478441) FOR

- § APPROVAL OF A NEW FIELD DESIGNATION FOR THE
- MARTINSVILLE (RODESSA H2S DISPOSAL) FIELD AND
- AS A H2S DISPOSAL FIELD, NACOGDOCHÉS COUNTY,

May 14, 2020 § TEXAS; DISTRICT 06

NOTICE OF JOINT HEARING

<u>Date, Location, and Place of Hearing</u>- Notice is hereby given that a public hearing will be held at 9:00 a.m. on Friday, May 29, 2020, at the offices of the Railroad Commission of Texas (Commission) located in the William B. Travis State Office Building, at 1701 N. Congress Avenue, Austin, Texas, in a room number to be posted on the bulletin board in the first-floor lobby. If the hearing is not concluded on the day it commences, it will be continued from day to day until concluded.

If you are planning to attend the hearing, please be aware of changes to traffic patterns and the availability of metered parking in the area due to the Capitol Complex Construction project. There is limited metered parking in the capitol complex area. You may find paid parking at the Bob Bullock Museum across the street from the William B. Travis State Office Building or there is also a Capitol Visitors Parking Garage at 1201 San Jacinto Blvd. For access to the building, you can enter through the ground level from Brazos St. You may want to consider the additional time for parking and entering the building. Map and additional information is available on the RRC website at https://www.rrc.texas.gov/about-us/organization-activities/visiting-the-railroad-commission-in-the-william-b-travis-state-office-building/.

<u>Purpose of Hearing</u>- The purpose of the hearing is to allow the parties to present evidence and consider all issues of fact and law raised in or relevant to the Application. The issues that may be addressed at the hearing include, but are not limited to, the following:

- 1. A statement of the matters asserted and the nature of the Applicant's hearing request is in the attached Appendix A.
- 2. Any other issues raised in the pleadings, evidence, or argument that are necessary for the Commission to render a final decision on the merits of this case.

<u>Failure to Appear- All parties, protestants or persons intending to participate at the hearing must attend the hearing</u>. Failure to appear at any prehearing conference or the hearing in this case may result in <u>dismissal of that party's claim or protest</u>, or default against that party/protestant and claims. See, e.g., Tex. Gov't Code § 2001.056, 16 Tex. Admin. Code § 1.107.

<u>Appearance at Hearing</u>- All persons or parties supporting, opposing or protesting this Application and intending to participate in the hearing must complete and file with Docket Services the enclosed Notice

of Intent to Appear at Hearing Protest form at least <u>five business days</u> prior to the hearing date in this Notice of Hearing. <u>This form is required even if a prior written response was submitted to the previously issued "Notice of Application."</u> A copy of the form should be served on the Applicant and any other parties of record.

<u>Legal Authority and Jurisdiction</u>- The Commission has jurisdiction over Applicant and over the matters at issue in this proceeding pursuant to Tex. Nat. Res. Code title 3, subtitles A, B and C, Tex. Water Code chapters 26, 27 and 29, and Tex. Gov't Code chapter 2001.

<u>Particular Statutes and Rules Involved</u>- The statutes and rules applicable to this proceeding include but are not limited to the following:

- Tex. Nat. Res. Code, title 3, subtitles A, B and C;
- Commission rules in 16 Tex. Admin. Code chapters 1 and 3;
- Tex. Water Code chapters 26, 27 and 29; and
- Statutes and rules referenced in Appendix A, if any, of this Notice of Hearing.

<u>Continuance of Hearing</u>- Any request for continuance of this hearing must be filed in Docket Services <u>no later than five business days prior to the hearing date</u>. Copies of such request must be served to all parties shown on the service list. 16 Tex. Admin. Code § 1.45(a)(1).

Ex parte Communications Prohibited- Ex parte communications (e.g. phone calls and emails) with the examiners and Commissioners are prohibited. Tex. Gov't Code § 2001.061, 16 Tex. Admin. Code § 1.7.

Written Transcript of the Hearing- If a case is protested or becomes protested, the party requesting commission action in this case will need to obtain a court reporter no later than 21 days before the hearing. Typically, this would include the applicant, complainant, and similarly situated parties in other types of cases. See 16 Tex. Admin. Code § 1.111. If an examiner or party requests a written transcript, the Commission may assess the cost to one or more parties. This includes paying the court reporter's fees for the preparation of the original transcript for the Commission's official records and one copy for use by the examiners in preparing their written recommendation. To obtain a court reporter, contact Dave Howard & Associates Court Reporters at 512-282-0313 or dave@howardreporters.com.

<u>Hearing Exhibits</u>- All exhibits must be clearly marked and submitted in duplicate. If a party wants to offer an exhibit admitted in a prior proceeding, the party must provide a properly identified copy as an exhibit for the record in this proceeding. Additionally, if a court reporter is used, a copy of all exhibits must be given to the court reporter at the time of the hearing.

Auxiliary Aids or Services for Persons with a Disability- Any individual with a disability who needs auxiliary aids and services to have an equal opportunity to effectively communicate and participate in the hearing must request such aids or services at least two weeks prior to the hearing by notifying the Commission's Docket Services by mail at P. O. Box 12967, Austin, Texas 78711-2967 or by telephone at (512) 463-6848 or TDD No. (800) 735-2989.

<u>Audio/Visual Computer Presentations</u>- All requests for setting up a presentation need to be made in writing no less than three business days prior to the hearing date. Please contact Docket Services to complete a Presentation Setup Help Desk Questionnaire Form.

<u>Service List</u>- The Applicant shall review this Notice of Hearing and the attached Certificate of Service for accuracy and completeness and shall immediately notify Docket Services of any discrepancy or omission.

APPENDIX A

Oil and Gas Docket No. 06-0326620:

The purpose of the hearing on this case is to consider the application of Kudu Midstream LLC for a permit to dispose of oil and gas waste containing hydrogen sulfide by injection for the Martinsville AGI Lease, Well No. 1, Martinsville (Travis Peak) Field, Nacogdoches County, Texas, pursuant to 16 Tex. Admin. Code § 3.9. If granted, the permit will allow injection into a porous formation not productive of oil or gas. The proposed location is approximately 3.2 miles SSW of Martinsville, Texas. The application seeks authority to inject a maximum volume of 3,700 barrels per day and 6.5 million standard cubic feet per day of saltwater, CO2, H2S, and natural gas into the subsurface depth interval from 7,328 to 7,644 feet within the Rodessa formation.

Oil and Gas Docket No. 06-0326602:

The purpose of the hearing on this case is to consider Kudu Midstream LLC's application for approval of a new field designation for the Martinsville (Rodessa H2S Disposal) Field and designation as an H2S disposal field, Nacogdoches County, Texas.

If you have questions regarding this Application, please contact the Applicant's representative, Mickey Olmstead, at (512) 327-8111. If you have any questions regarding the hearing procedure, please contact Docket Services at (512) 463-6848 or at Room 12-123. Additional information about the hearing process can be found at www.rrc.texas.gov/hearings.

Pursuant to the Amended COVID-19 Emergency Response Order issued by the Director of the Hearings Division on March 23, 2020, the assigned Administrative Law Judge MAY ORDER THAT THE MATTER NOTICED HEREIN BE CONDUCTED REMOTELY BY TELEPHONE OR VIDEO CONFERENCE. Such order will be transmitted to the parties within a reasonable time prior to the matter noticed herein and will specify procedures for the pre-filing of evidence and participation in the hearing. If the persons noticed herein know of any reason or reasons why this matter must be held in person, please submit a written response to the Hearings Division within 10 days of the date of this notice.

Additionally, it is required that the enclosed Notice of Intent to Appear (or a copy thereof) be filed by each party for this case not later than five days prior to the matter noticed herein. Failure to do so by the applicant or complainant **may lead to the hearing being canceled**. In protested matters, failure by a protestant to timely file a Notice of Intent to Appear **may result in dismissal of the protest**.

To access the Commission's Statewide Rules, start from the Commission's Home Page, click on "General Counsel" (upper right side of page) and follow the path: Rules, Current Rules, T.A.C. Chapter 3, Rule Number.

Check the Weekly Hearing Schedule on the Commission website at: http://www.rrc.texas.gov/hearings/hearing-schedules/ the day prior to the hearing to confirm that it will go forward as scheduled.

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Notice of Hearing in **Oil and Gas Docket Nos. 06-0326620 and 06-0326602** was served on each of the persons named below by depositing same in the United States Mail, Inter-Agency Mail, or Inter-Agency E-Mail, as follows:

KUDU MIDSTREAM LLC 12377 MERIT DR SUITE 1200 DALLAS TX 75251

JUNE CLIFTON
NACOGDOCHES COUNTY CLERK
101 W. MAIN ST., SUITE 110
NACOGDOCHES, TX 75961

AETHON ENERGY OPERATING LLC 12377 MERIT DR., SUITE 1200 DALLAS, TX 75251

SONERRA RESOURCES CORPORATION P.O. DRAWER 631627 NACOGDOCHES, TX 75963

COVEY PARK RESOURCES LLC 8401 N. CENTRAL EXPY, SUITE 700 DALLAS, TX 75225

ROBIN SMITH TRUST ROBIN SMITH, TRUSTEE 580 COUNTY ROAD 255 NACOGDOCHES, TX 75965

ROYCE WILLIAMS 401 E DENMAN AVE LUFKIN, TX 75901

On this the **14th** day of **May**, 2020.

MICKEY OLMSTEAD FOR KUDU MIDSTREAM LLC PO BOX 12127 AUSTIN TX 78711

LORENZO GARZA
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

JOE STASULLI
ASSISTANT DEPUTY DIRECTOR
ADMINISTRATIVE COMPLIANCE
RRC - AUSTIN
Via Intra-Agency Email

OLIN MACNAMARA GEOLOGIST FIELD OPERATIONS RRC - AUSTIN Via Intra-Agency Email

PAUL DUBOIS
ASSISTANT DIRECTOR
O&G DIVISION TECHNICAL PERMITTING
RRC - AUSTIN
Via Intra-Agency Email

Melissa Stovall

Docket Services, Hearings Division Railroad Commission of Texas



HEARINGS DIVISION PO Drawer 12967 Austin, TX 78711-2967

NOTICE OF INTENT TO APPEAR AT HEARING

A Copy of this Notice of Intent to Appear at Hearing must be mailed to the Applicant and to Docket Services, P.O. Drawer 12967, Austin, TX 78711-2967. It must be received by Docket Services at least five business days in advance of the hearing date.

APPLICANT: KUDU MIDSTREAM LLC (478441)
CASE/DOCKET NO.: Oil and Gas Docket Nos. 06-0326620
and 06-0326602

		, representing		
(P	rint Name)	. ,	(Print Name))
		Appear at Hearing as (Ch <i>Observer</i> or <i>In</i>		
or his/her represen	tative will appear a	nd participate at the hear	ing.	
•	•	e, I have mailed or deliver e address shown in the Ce	• •	e of Intent to Appear
			Signature	Date
		Telephone:	Area Code: ()	
	Fm	nail Address:		
(OPTION		I address will become part of		
TIME ESTIMATE (total required for yo	our presentation at the hea	aring):	
ADDRESS TO WH	IICH NOTICE WAS	S SENT:		
Is correc	et	Is incorrect	and should be correcte	ed to:
Str	reet	City	State	Zip Code
ADDITIONAL NOT	ICE SHOULD BE	SENT TO THE REPRESE	ENTATIVE SHOWN BE	LOW:
		(Print Name)		
Sti		City	State	Zip Code



RAILROAD COMMISSION OF TEXAS

HEARINGS DIVISION

CONSENT TO ELECTRONIC SERVICE AND NOTIFICATION OF DOCUMENTS, RULINGS, DECISIONS, AND ORDERS

Effective September 1, 2015, Section 2001.142 (Notification of Decisions and Orders) of the Texas Government Code was amended to allow a state agency to notify each party to a contested case of any decision or order of the agency, if agreed to by the party to be notified, by electronic means sent to the current e-mail address of the party's attorney of record or of the party if the party is not represented by counsel. Tex. Gov't Code § 2001.142(a)(2).

Current rules of the Railroad Commission of Texas ("Commission") require the Commission to serve "a pleading or document" by "hand-delivering a copy to the person to be served, or by first class, certified, or registered mail, commercial delivery service, fax, email, or by such other manner as the Commission may require." Commission Practice and Procedure rules, §1.45(e)(2) and §1.45(b). According to §1.45(b)(1)(D), "Service by email may be used if the person to be served consents to be served by email pursuant to §1.27 or §1.32 of this title (relating to Parties and Authorized representatives, and Form and Content of Pleadings, respectively). If the person consents to be served by email, the person affirmatively consents to the release and disclosure of the email address. Email service is complete on the date of the email transmission. An email received after 5 p.m. local time of the recipient shall be deemed served on the following business day."

Completion of this form is optional

In lieu of service	e and notification by mail,	(party name or
attorney) on behalf of		hereby
agrees and consents to e	lectronic service and notification of all documents, ruli	ngs, decisions, and orders from
the Railroad Commission	of Texas in Docket No	by the following electronic
means:		
[] E-mail	at:	
Authorized by:		(signature)
		(print name)
		(firm)

By requesting electronic service, all orders, proposals for decision, and other documents and communications to me in this docket will be provided to me by e-mail at the address set forth above. I will no longer receive paper copies of any documents in this docket. I also understand and agree that it is my responsibility to inform Docket Services and other parties of any changes to my e-mail address. By accepting the terms of this service my e-mail address will be shown on the service list of this docket and available to the Commission, other parties and will become part of this public record; See Tex Gov't Code §552.137. I am responsible for ensuring that my e-mail filters and settings allow the delivery of e-mails from the RRC and all other parties to this case. If the pleading contains 10 or fewer pages including exhibits, it may be filed by fax, email, or other approved electronic transmission with the Docket Services Section. If a party or authorized representative elects to file a pleading by email, the party or authorized representative agrees to be served by email and affirmatively consents to the release and disclosure of the email address.