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

IN THE MATTER OF APPLICATION OF TAP ROCK OPERATING, LLC FOR APPROVAL OF SURFACE COMINGLING, EDDY COUNTY, NEW MEXICO

CASE NO. 22293 ORDER NO. R-21968

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on November 4, 2021, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

- 1. On July 20, 2021, Tap Rock Operating, LLC ("Tap Rock") filed an administrative application ("Application") to authorize pool and lease commingling, off-lease storage, off lease measurement, and off-lease marketing at the WTG Tank Battery located in the NW/4 NW/4 (Unit D) of Section 27, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 2. OCD received a protest to the Application from Red Bluff Water Power Control District and informed Tap Rock of the protest.
- 3. Tap Rock filed a request for a hearing on the Application.
- 4. A hearing was scheduled for November 4, 2021 and notice of the hearing was provided.
- 5. A hearing on the Application was held on November 4, 2021 before an OCD hearing examiner. Tap Rock presented testimony and evidence in support of the Application. No other party presented evidence or testimony.

CONCLUSIONS OF LAW

- 1. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 2. A hearing on the Application was properly noticed and conducted.

ORDER

It is hereby **ORDERED** that the Application shall be approved in accordance with the terms and conditions set forth in Order CTB-1009 and any amendments made to Order CTB-1009.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

AES/bb

Date: 12/22/2021