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

APPLICATION OF TARGA NORTHERN DELAWARE LLC FOR AUTHORIZATION TO INJECT, LEA COUNTY, NEW MEXICO

CASE NO. 23649

TARGA NORTHERN DELAWARE LLC'S PRE-HEARING STATEMENT

Targa Northern Delaware LLC ("Targa") submits its Pre-Hearing Statement in accordance with Rule 19.15.4.13(B) NMAC.

APPEARANCES

APPLICANT'S ATTORNEYS

Targa Northern Delaware LLC Dana S. Hardy

Jaclyn M. McLean P.O. Box 2068

Santa Fe, NM 87504-2068 Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com

<u>INTERESTED PARTIES</u> <u>ATTORNEYS</u>

New Mexico Oil Conservation Division

Jesse Tremaine

Assistant General Counsels

New Mexico Energy, Minerals, and Natural Resources Department 1220 South St. Francis Drive Santa Fe, New Mexico 87505

(505) 741-1231 (505) 231-9312

jessek.tremaine@emnrd.nm.gov

EOG Resources Inc.,

Matador Production Company, and

ConocoPhillips Company

Michael H. Feldewert Adam G. Rankin Julia Broggi Paula M. Vance Holland & Hart, LLP

Post Office Box 2208

Santa Fe, New Mexico 87504 Phone: (505) 988-4421 mfelderwert@hollandhart.com agrankin@hollandhart.com jbroggi@hollandhart.com pmvance@hollandhart.com

STATEMENT OF THE CASE

Targa seeks authorization to inject treated acid gas comprised of 80% CO2, 20% H2S, and traces of light hydrocarbons ("TAG") from its Red Hills Gas Processing Plant ("Plant") into the proposed Red Hills AGI #003 well ("Well"). The Well is an Underground Injection Control Class II well subject to the requirements of 19.15.26 NMAC. The Well is vertical with an approximate surface and bottom hole location at 3,116 feet from the north line and 1,159 feet from the east line of Section 13, Township 24 South, Range 33 East in Lea County. The Well's proposed maximum daily injection rate is thirteen (13) million standard cubic feet per day, and the proposed maximum surface injection pressure is approximately 1,767 pounds per square inch gauge. The target injection zone is within the Bell Canyon and Cherry Canyon Formations of the Delaware Mountain Group at a depth of approximately 5,700 feet to 7,600 feet.

The New Mexico Oil Conservation Commission held a hearing on this matter on July 13, 2023 and approved Targa's application, subject to permit conditions to be addressed by the parties. The parties are working toward an agreement on proposed permit conditions, which Targa expects will be presented at the hearing.

PROPOSED EVIDENCE

A. Witnesses

<u>WITNESS</u> <u>ESTIMATED TIME</u> <u>EXHIBITS</u>

Matthew Eales
(Vice President of Regulatory
Affairs,
Targa Northern Delaware,
LLC)

10 minutes 0

Targa reserves the right to call a rebuttal witness(es) if appropriate.

B. Exhibits

Targa's hearing exhibits were admitted into evidence at the July 13, 2023 hearing. Targa may provide additional exhibits if necessary to address NMOCD's proposed permit conditions.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy
Dana S. Hardy
Jaclyn M. McLean

P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554 Facsimile: (505) 982-8623 <u>dhardy@hinklelwafirm.com</u> <u>jmclean@hinklelawfirm.com</u>

Counsel for Targa Northern Delaware LLC

CERTIFICATE OF SERVICE

I hereby certify that on August 10, 2023, I served a copy of the foregoing document on the following counsel of record via electronic mail:

Jesse Tremaine
Chris Moander
Assistant General Counsel
New Mexico Energy, Minerals, and
Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505
(505) 741-1231
(505) 231-9312
jessek.tremaine@emnrd.nm.gov
chris.moander@emnrd.nm.gov
Attorneys for New Mexico Oil Conservation Division

Michael H. Feldewert
Adam G. Rankin
Julia Broggi
Paula M. Vance
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504
Phone: (505) 988-4421
mfelderwert@hollandhart.com
agrankin@hollandhart.com
jbroggi@hollandhart.com
pmvance@hollandhart.com
Attorneys for EOG Resources Inc.,
Matador Production Company, and ConocoPhillips

/s/ Dana S. Hardy
Dana S. Hardy

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 250760

QUESTIONS

Operator:	OGRID:
Targa Northern Delaware, LLC.	331548
110 W. 7th Street, Suite 2300	Action Number:
Tulsa, OK 74119	250760
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
Please assist us by provide the following information about your testimony.	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.