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

APPLICATIONS OF GOODNIGHT MIDSTREAM PERMIAN, LLC FOR APPROVAL OF SALTWATER DISPOSAL WELLS LEA COUNTY, NEW MEXICO

Order No. R-23048

CASE NOS. 23614-23617

APPLICATIONS OF EMPIRE NEW MEXICO LLC TO REVOKE INJECTION AUTHORITY, LEA COUNTY, NEW MEXICO

CASE NOS. 24018-24027

APPLICATION OF GOODNIGHT MIDSTREAM
PERMIAN LLC TO AMEND ORDER NO. R-22026/SWD-2403
TO INCREASE THE APPROVED INJECTION RATE
IN ITS ANDRE DAWSON SWD #1,
LEA COUNTY, NEW MEXICO.

CASE NO. 23775

ORDER REFERRING CASES TO THE OIL CONSERVATION COMMISSION

This matter comes before the Director of the Oil Conservation Division (Director) on Empire New Mexico LLC's (Empire) Motion to Refer Cases to New Mexico Oil Conservation Commission filed on January 3, 2024. The Director finds and orders that:

- 1. These cases involve Goodnight Midstream Permian LLC's (Goodnight) proposed and existing injection of produced water into the San Andres formation within and surrounding the Eunice Monument South Unit (EMSU) operated by Empire.
- 2. In Division Case Nos. 23614-23617, Goodnight seeks orders authorizing injection of produced water for disposal into the San Andres formation between approximately 4,100 and 5,300 feet.
- 3. In Division Case Nos. 24018-24027, Empire seeks orders revoking Goodnight's existing permits to inject produced water into the San Andres formation. Case Nos. 24018, 24019, 24020, and 24025 involve Goodnight's four active wells that are located within the EMSU the Andre Dawson SWD #1 (30-025-50634), the Ernie Banks SWD #1 (30-025-50633), the Sosa SWD #1(30-025-47947), and the Ryno SWD #1 (30-025-43901), respectively. Case Nos. 24022, 24024, 24026, and 24027 involve Goodnight's four active disposal wells that are located within approximately one mile of the EMSU the Pedro SWD #1 (30-025-50079), the Nolan Ryan SWD #1 (30-025-45349), the Ted SWD #1(30-025-44386), and the Yaz SWD #1 (30-025-46382), respectively. Case Nos. 24023 and 24021 involve Goodnight's permitted Verlander SWD #1 (30-025-50632) and Rocket SWD #1 (30-025-pending), respectively, which are also located

within approximately one mile of the EMSU. In Division Case No. 23775, Goodnight seeks authorization to increase the rate of injection into the Andre Dawson SWD #1 within the EMSU.

- 4. These cases are related to Oil Conservation Commission (Commission) Case No. 24123, in which Goodnight has sought a *de novo* hearing on Division Order No. R-22869-A.
- 5. Pursuant to NMSA 1978, Section 70-2-6(B) and 19.15.4.20(B) NMAC, a hearing may be held before the Commission on any matter if the Director, at their discretion, determines the Commission shall hear the matter.
- 6. The Director finds that referring the above-listed cases to the Commission for a hearing is an efficient use of resources.

IT IS THEREFORE ORDERED THAT:

- 1. These cases are referred to the Commission and shall be heard with the *de novo* hearing on Division Order No. R-22869-A at a date and time determined by the Commission.
- 2. The record in the Division proceedings on the above-listed cases is hereby part of the record before the Commission.

Date: 2/7/2024

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

DYLANEUGE

DIRECTOR (Acting)