1	STATE OF NEW MEXICO			
2	ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT			
3	OIL CONSERVATION DIVISION			
4				
5	IN THE MATTER OF THE HEARING CALLED			
	BY THE OIL CONSERVATION DIVISION FOR			
б	THE PURPOSE OF CONSIDERING:			
7	CASE NOS: 22782			
8	APPLICATION OF WHIPTAIL MIDSTREAM LLC			
	FOR HEARING ON REMEDIATION AND CLOSURE PLAN,			
9	RIO ARRIBA COUNTY, NEW MEXICO.			
10				
11				
12				
13				
14				
15				
16				
	REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS			
17	EXAMINER HEARING			
	AUGUST 4, 2022			
18	SANTA FE, NEW MEXICO			
19				
20	This matter came on for virtual hearing before			
	the New Mexico Oil Conservation Division, HEARING OFFICER			
21	WILLIAM BRANCARD and TECHNICAL EXAMINER JOHN GARCIA on			
	Thursday, August 4, 2022, through the Webex Platform.			
22				
23	Reported by: PAUL BACA PROFESSIONAL COURT REPORTERS			
	500 Fourth Street, NW, Suite 105			
24	Albuquerque, NM 87102			
	505-843-9241			
25				
	Page 1			

1	APPEARANCES	
2	For the Applicant:	
3	DARIN SAVAGE	
	ABADIE & SCHILL	
4	214 McKenzie Street	
	Santa Fe, New Mexico 87501	
5		
6	For the Division:	
7	Kaitlyn Luck	
	1220 S. St. Francis Drive	
8	Santa Fe, NM 87501	
9		
	I N D E X	
10		
11	STATUS CONFERENCE	03
12	REPORTER CERTIFICATE	06
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
		Page 2
l	Paul Baca Professional Court Reporters	505.843.9241

HEARING EXAMINER BRANCARD: All right. So with 1 2 that, I'm looking at Item Number 15, Case 22782, whiptail 3 Midstream. MR. SAVAGE: Mr. Hearing Examiner, Darin Savage 4 5 with the Santa Fe office of Abadie & Schill appearing on behalf of Whiptail Midstream. б 7 HEARING EXAMINER BRANCARD: I think we have a call-in user that needs to be muted. 8 9 MS. LUCK: Good morning, Mr. Hearing Examiner, 10 Kaitlyn Luck with the Oil Conservation Division. 11 HEARING EXAMINER BRANCARD: Thank you. 12 We have another call-in user that needs to be 13 muted. Sorry, not you, Ms. Luck. 14 Okay. All right. Where are we, Mr. Savage, on 15 this case? MR. SAVAGE: Mr. Hearing Examiner, Whiptail is 16 17 waiting for a response on a dispute over a plan, some issues 18 have been raised. And we did an application for a hearing, 19 but we also asked that the hearing be stayed, and the 20 intentions of the discussion is to resolve the matter. And that's where we are at this point. I understand that the 21 Division is doing some internal work in this area, and I 2.2 23 believe Ms. Luck can speak to that. MS. LUCK: Mr. Savage is correct, the Division is 2.4 25 working on an internal process right now that we believe Page 3

1 will resolve the issues in this case. And so for that 2 reason we would like for this to be pushed out to the next available hearing for another status conference. 3 The Division's internal procedure should be completed in about 4 5 30 days, and so we would ask for it to be continued after 30 б days. 7 HEARING EXAMINER BRANCARD: Mr. Savage, any 8 concerns, comments? 9 MR. SAVAGE: Mr. Hearing Examiner, we are 10 agreeable to that. That seems very reasonable. 11 HEARING EXAMINER BRANCARD: So after 30 days will 12 get us to September 15 or October 6. Did you want some 13 time -- I'm sorry -- Ms. Luck. 14 MS. LUCK: No, go ahead. 15 HEARING EXAMINER BRANCARD: Do you need some time to think about what the Division is going to give you, Mr. 16 17 Savage? MR. SAVAGE: We do. We would like to review the 18 response, and, if necessary, maybe reply prior to going to a 19 20 hearing. We are hopeful this matter can be resolved. It 21 seems to be on that pathway currently. 2.2 HEARING EXAMINER BRANCARD: So what if we set a 23 status conference for October 6. Will that work for 24 everyone? Ms. Luck? 25 MS. LUCK: That works for the Division, yes. Page 4

> Paul Baca Professional Court Reporters A Veritext Company

1	HEARING EXAMINER BRANCARD: Thank you. Mr.	
2	Savage?	
3	MR. SAVAGE: Thank you.	
4	HEARING EXAMINER BRANCARD: Thank you. Anyone	
5	else then on case 22782?	
6	(No audible response.)	
7	HEARING EXAMINER BRANCARD: Hearing none	
8	(Concluded.)	
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
	Page 5	
	Devil Device Device and Device the section of 505.942.00	_

1	STATE OF NEW MEXICO		
2	COUNTY OF BERNALILLO		
3	REPORTER'S CERTIFICATE		
4	I do hereby certify that I reported the		
5	foregoing virtual proceedings in stenographic shorthand and		
6	that the foregoing pages are a true and correct transcript		
7	of those proceedings to the best of my ability.		
8	I FURTHER CERTIFY that I am neither employed by		
9	nor related to any of the parties or attorneys in this case		
10	and that I have no interest in the final disposition of this		
11	case.		
12	I FURTHER CERTIFY that the Virtual Proceeding was		
13	of poor to good quality.		
14	Dated this 4th day of August 2022.		
15			
16	Irene Delgado		
	Court Reporter		
17	License Expires: 12-31-22		
18			
19			
20			
21			
22			
23			
24			
25			
	Page 6		

&	agreeable 4:10	completed 4:4	4:22 5:1,4,7
& 2:3 3:5	ahead 4:14	concerns 4:8	expires 6:17
	albuquerque	concluded 5:8	f
0	1:24	conference 2:11	fe 1:18 2:4,8 3:5
03 2:11	appearing 3:5	4:3,23	final 6:10
06 2:12	applicant 2:2	conservation 1:3	foregoing 6:5,6
1	application 1:8	1:5,20 3:10	fourth 1:23
105 1:23	3:18	considering 1:6	francis 2:7
12-31-22 6:17	area 3:22	continued 4:5	further 6:8,12
1220 2:7	arriba 1:9	correct 3:24 6:6	
15 3:2 4:12	asked 3:19	county 1:9 6:2	g
2	attorneys 6:9	court 1:23 6:16	garcia 1:21
2022 1:17,21	audible 5:6	currently 4:21	give 4:16
6:14	august 1:17,21	d	go 4:14
214 2:4	6:14	d 2:9	going 4:16,19
22782 1:7 3:2	available 4:3	darin 2:3 3:4	good 3:9 6:13
5:5	b	dated 6:14	h
3	baca 1:23	day 6:14	hearing 1:5,8,17
_	behalf 3:6	days 4:5,6,11	1:20,20 3:1,4,7,9
30 4:5,5,11	believe 3:23,25	delgado 6:16	3:11,16,18,19
4	bernalillo 6:2	department 1:2	4:3,7,9,11,15,20
4 1:17,21	best 6:7	discussion 3:20	4:22 5:1,4,7,7
4th 6:14	brancard 1:21	disposition 6:10	hopeful 4:20
5	3:1,7,11 4:7,11	dispute 3:17	i
500 1:23	4:15,22 5:1,4,7	division 1:3,5,20	intentions 3:20
505-843-9241	c	2:6 3:10,22,24	interest 6:10
1:24	c 2:1	4:16,25	internal 3:22,25
6	call 3:8,12	division's 4:4	4:4
6 4:12,23	called 1:5	doing 3:22	irene 6:16
	case 1:7 3:2,15	drive 2:7	issues 3:17 4:1
8	4:1 5:5 6:9,11	e	item 3:2
87102 1:24	certificate 2:12	e 2:1,1,9	j
87501 2:4,8	6:3	employed 6:8	john 1:21
a	certify 6:4,8,12	energy 1:2	k
abadie 2:3 3:5	closure 1:8	examiner 1:17	kaitlyn 2:7 3:10
ability 6:7	comments 4:8	1:21 3:1,4,7,9,11	Build 2.7 3.10
		3:16 4:7,9,11,15	

[license - x]

1	oil 1:3,5,20 3:10	reporter's 1:16	think 3:7 4:16
license 6:17	okay 3:14	6:3	thursday 1:21
llc 1:8	р	reporters 1:23	time 4:13,15
looking 3:2	p 2:1,1	resolve 3:20 4:1	transcript 1:16
luck 2:7 3:9,10	p 2.1,1 pages 6:6	resolved 4:20	6:6
3:13,23,24 4:13	pages 0.0 parties 6:9	resources 1:2	true 6:6
4:14,24,25	pathway 4:21	response 3:17	u
	paul 1:23	4:19 5:6	understand 3:21
m	plan 1:8 3:17	review 4:18	
matter 1:5,20	-	right 3:1,14,25	user 3:8,12
3:20 4:20	platform 1:21	rio 1:9	V
mckenzie 2:4	point 3:21	S	virtual 1:16,20
mexico 1:1,9,18	poor 6:13		6:5,12
1:20 2:4 6:1	prior 4:19	s 2:1,7	W
midstream 1:8	procedure 4:4	santa 1:18 2:4,8	waiting 3:17
3:3,6	proceeding 6:12	3:5	want 4:12
minerals 1:2	proceedings	savage 2:3 3:4,4	
morning 3:9	1:16 6:5,7	3:14,16,24 4:7,9	webex 1:21
muted 3:8,13	process 3:25	4:17,18 5:2,3	whiptail 1:8 3:2
n	professional	schill 2:3 3:5	3:6,16
	1:23	september 4:12	william 1:21
n 2:1,9	purpose 1:6	set 4:22	work 3:22 4:23
natural 1:2	pushed 4:2	shorthand 6:5	working 3:25
necessary 4:19	q	sorry 3:13 4:13	works 4:25
need 4:15	quality 6:13	speak 3:23	X
needs 3:8,12		st 2:7	x 2:9
neither 6:8	r	state 1:1 6:1	
new 1:1,9,18,20	r 2:1	status 2:11 4:3	
2:4 6:1	raised 3:18	4:23	
nm 1:24 2:8	reason 4:2	stayed 3:19	
nos 1:7	reasonable 4:10	stenographic 6:5	
number 3:2	related 6:9	street 1:23 2:4	
nw 1:23	remediation 1:8	suite 1:23	
0	reply 4:19	t	
october 4:12,23	reported 1:23	technical 1:21	
office 3:5	6:4	thank 3:11 5:1,3	
officer 1:20	reporter 2:12	5:4	
	6:16	J.4	