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

APPLICATION OF GOODNIGHT MIDSTREAM PERMIAN, LLC FOR APPROVAL OF A SALT WATER DISPOSAL WELL, LEA COUNTY NEW MEXICO.

CASE NO. 22626

PRE-HEARING STATEMENT

Goodnight Midstream Permian, LLC ("Goodnight Midstream"), the applicant in this case, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division

APPEARANCES

APPLICANT

ATTORNEY

Goodnight Midstream Permian, LLC

Michael H. Feldewert, Esq.
Adam G. Rankin, Esq.
Julia Broggi, Esq.
Paula M. Vance, Esq.
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OTHER PARTIES

Empire New Mexico, LLC

Ernest L. Padilla Padilla Law Firm, P.A. P.O. Box 2523 Santa Fe, NM 87504 (505) 988-7577

APPLICANT'S STATEMENT OF CASE

Goodnight Midstream Permian, LLC seeks authorization to inject produced salt water for purposes of disposal through its proposed **Piazza SWD 1 Well** (API No. pending), which will be located 1,847 feet from the south line and 2,537 feet from the west line (Unit K), Section 9,

Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. The proposed injection disposal interval will be within the San Andres formation [SWD; San Andres (Pool Code 96121)] between approximately 4,125 feet and 5,400 feet below the ground through a perforated completion. The estimated average surface injection pressure is expected to be approximately 495 psi. The maximum surface injection pressure will be 825 psi.

The application was filed administratively but protested by the Empire New Mexico, LLC. Accordingly, Goodnight Midstream has requested that this application be set for hearing before a Division examiner.

Goodnight Midstream believes that the evidence and testimony filed concurrently herewith demonstrates that the San Andres injection interval is not prospective for hydrocarbons and has not produced hydrocarbons in the area of the proposed injection well; that the proposed injection will remain contained within the San Andres injection interval and will not migrate out of zone; that the injection will not cause waste or impair correlative rights; and that the injection will not interfere with Empire's operations in the EMSU. The evidence and testimony presented also shows that the proposed injection otherwise complies with the New Mexico Oil and Gas Act.

Goodnight Midstream is not aware of any material facts not in dispute.

APPLICANT'S PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Name and Expertise Nate Alleman, ALL Consulting	Affidavit	Exhibits A, B, B-1 through B-2
Steve Allen Drake, Petroleum Geologist and Reservoir Engineer	Affidavit	Exhibits C, C-1 through C-20

PROCEDURAL MATTERS

Goodnight Midstream intends to file a motion in limine to exclude all testimony and evidence that relies on or includes information or data responsive to Goodnight Midstream's subpoena that was required to be produced under the Division's Order on Motion to Quash Subpoena dated July 26, 2022 (the "Order") but was not produced. Goodnight Midstream may raise objections on this basis to evidence and testimony offered by Empire.

Respectfully submitted,

HOLLAND & HARTPLP

By:

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ATTORNEYS FOR GOODNIGHT MIDSTREAM PERMIAN, LLC

CERTIFICATE OF SERVICE

I hereby certify that on September 8, I served a copy of the foregoing document, along with the above-referenced testimony and exhibits, via Electronic Mail to:

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

QUESTIONS

Action 141864

QUESTIONS

Operator:	OGRID:
GOODNIGHT MIDSTREAM PERMIAN, LLC	372311
5910 North Central Expressway	Action Number:
Dallas, TX 75206	141864
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	60	