STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS: 16506, 20150

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

MAY 30, 2019

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, Examiners Michael McMillan and Leonard Lowe, and Legal Examiner David Brooks, on Thursday, May 30, 2019, at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

Reported by:

Irene Delgado, NMCCR 253

PAUL BACA PROFESSIONAL COURT REPORTERS

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1	APPEARANCES	
2	!	DEANA BENNETT 500 4th Street, NW, Suite 1000 Albuquerque, NM 87102
4 5	1	ANDREA ANTILLON P.O. Box 1148 Santa Fe, NM 87504-1148
6 7	For EOG Resources:	ADAM RANKIN 110 N. Guadalupe Santa Fe, NM 87504
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10	CASE NOS. 16506, 20150 CALLED	03
11	TAKEN UNDER ADVISEMENT:	06
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15	Tab 8 Addendum 16506 (Offered	without objection.) 04
16	Tab 8 Addendum 20150 (Offered	without objection.) 06
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1 EXAMINER McMILLAN: Okay. Let's go ahead and

- 2 call 16506, Application of NGL Water Solutions Permian, LLC
- 3 for Approval of Salt Water Disposal, and Case Number 20150.
- 4 Call for appearances.
- 5 MS. BENNETT: Good morning. Deana Bennett on
- 6 behalf NGL Permian LLC.
- 7 EXAMINER McMILLAN: Any other appearances?
- 8 MS. ANTILLON: Andrea Antillon on behalf of the
- 9 State Land Office.
- 10 MR. RANKIN: Adam Rankin with Holland & Hart on
- 11 behalf of EOG Resources.
- MS. BENNETT: Good morning. These cases were
- 13 previously heard by the Division, and there was an issue
- 14 with the publication, the newspaper did not provide an
- 15 affidavit of publication, and we then decided to continue
- 16 these cases to today to allow me to publish notice of
- 17 hearing through today.
- 18 And as it turned out, the paper did not provide
- 19 us with an affidavit of publication, but we went ahead and
- 20 republished, anyway. So these cases have now been published
- 21 twice, so I feel like the notice requirements have been met
- 22 for both cases, 20150 and 16506.
- These two cases were consolidated at hearing. I
- 24 do have separate affidavits of -- separate affidavits that I
- 25 prepared to show that notice has been completed, which I

1 would like to provide the examiners, and I have marked them

- 2 as Tab 8 addendum, because the notice exhibits in my
- 3 materials for the case Number 20150 and 16506 were behind
- 4 Tab 8.
- 5 The publication affidavit is at the very end, and
- 6 I tried to make them large enough to be legible. That's all
- 7 I have.
- I would ask that I have the addendum exhibits
- 9 that I just handed to the Division be accepted into the
- 10 record for Case Number 16506 and 20150.
- 11 MS. ANTILLON: No objection.
- MR. RANKIN: No objection.
- 13 (Exhibits Tab 8 offered without objection.)
- 14 EXAMINER McMILLAN: The question I have is, also,
- 15 what about the affirmation statement, that there is no
- 16 connection between the injection interval and underground
- 17 sources of drinking water?
- 18 MS. BENNETT: Well, these were for -- we have a
- 19 statement like that in the materials that I submitted.
- 20 EXAMINER McMILLAN: But were those statements --
- 21 when were those statements done as part of the record? Were
- they done before or after the well was moved?
- 23 MS. BENNETT: The C-108 packet was updated after
- 24 the well was moved. And if you are asking for a new
- 25 affirmative statement, I'm happy to provide that to you.

1 EXAMINER McMILLAN: Yeah, let's -- let's just

- 2 make sure there is no question about it. Do you have any
- 3 objection to that?
- 4 MS. ANTILLON: No objection.
- 5 MR. RANKIN: No objection.
- 6 MS. BENNETT: And I believe Ms. Antillon has a
- 7 statement she would like to make.
- 8 MS. ANTILLON: I do, thank you. I just want to
- 9 say that on behalf of the State Land Office, we are
- 10 reviewing the application and we have concerns with the
- 11 saltwater disposal well due to the close proximity to the
- 12 state land.
- 13 EXAMINER McMILLAN: Yeah, didn't you say that at
- 14 the last hearing?
- 15 MS. ANTILLON: I said it for Mayerick, but then
- 16 this last week I entered an appearance in Case Number 16506
- 17 as well, so I wanted to make that statement on the record
- 18 for Case Number 16506 as well.
- 19 MS. BENNETT: Thank you. With that, I ask that
- 20 these cases be taken under advisement subject to me
- 21 providing any follow-up information on the affirmative
- 22 statement if necessary.
- MS. ANTILLON: No objection.
- MR. RANKIN: No objection.
- 25 EXAMINER McMILLAN: Case 16506 and 20150 shall be

Page 6 taken under advisement. MS. BENNETT: Thank you. EXAMINER McMILLAN: We are taking a break, by the way, so we can figure out what's going on. (Concluded.)

Page 7 STATE OF NEW MEXICO) 2)SS COUNTY OF SANTA FE 3 I, IRENE DELGADO, certify that I reported the 4 5 proceedings in the above-transcribed pages, that pages 6 numbered 1 through 6 are a true and correct transcript of my 7 stenographic notes and were reduced to typewritten transcript through Computer-Aided Transcription, and that on 8 the date I reported these proceedings I was a New Mexico 9 Certified Court Reporter. 10 Dated at Santa Fe, New Mexico, this 30th day of 11 May 2019. 12 13 14 15 Irene Delgado, NMCCR 253 Expires: 12-31-19 16 17 18 19 20 21 22 23 24 25