

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL & GAS DOCKET NO. 20-0297110

IN RE: P-5 ORGANIZATION REPORT OF PACIFIC EXPLORATION OPER CO, LLC

FINAL ORDER

The Commission finds that after notice and an opportunity for hearing regarding the captioned matter, the Operator failed to request a hearing and pay the hearing fee as required by 16 TEX. ADMIN. CODE §3.15(g)(4) and TEX. NAT. RES. CODE §89.022(f). This matter having been duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas, the Commission makes the following findings of fact and conclusions of law.

FINDINGS OF FACT

1. Pacific Exploration Oper Co, LLC [Operator #632802] (the “Operator”), is the record operator or one or more inactive wells in the State of Texas and is required to file Organization Report (Form P-5) with the Commission. Operator’s most recent P-5 was due on or before February 1, 2015.
2. After filing its most recent Organization Report (Form P-5) with the Commission, the Operator was notified they were deficient and had failed to comply with the requirements of 16 TEX. ADMIN. CODE § 3.15 (Surface Equipment Removal Requirements and Inactive Wells) and provided with a written statement of the reasons for the determination and allowed ninety (90) days from the date its P-5 was due to comply with the requirements of 16 TEX. ADMIN. CODE § 3.15 and TEX. NAT. RES. CODE §§89.021 - 89.030.
3. After the expiration of ninety (90) days and pursuant to 16 TEX. ADMIN CODE §3.15(g)(4), an authorized Commission employee determined that the Operator’s Organization Report still could not be renewed because the Operator continued to fail to comply with the requirements of 16 TEX. ADMIN. CODE §3.15 (Surface Equipment Removal Requirements and Inactive Wells).
4. The Commission sent the Operator a letter by certified mail giving notice to the Operator of the determination of continued non-compliance regarding specified inactive wells, attached as Exhibit A to this order, and advising the Operator of the right to request a hearing to show compliance. The letter notified the Operator that the hearing request must be received in docket services no later than 30 days after the date of the letter. The letter also notified the Operator that a final order denying renewal of the Operator’s Organization Report (Form P-5) would result in the cancellation of all P-4 Certificates of Compliance and the severance of all pipeline or other carrier connections.

5. All notices and letters from the Commission to the Operator on this matter were addressed and mailed to the Operator's most recently reported address on the Form P-5 Organization Report.
6. The Operator did not timely request a hearing and pay the hearing fee on these issues as required under 16 TEX. ADMIN. CODE §3.15(g)(4) (Surface Equipment Removal Requirements and Inactive Wells).
7. Statewide Rule 15 (16 TEX. ADMIN. CODE §3.15) is a Commission rule that relates to safety or the prevention or control of pollution.

CONCLUSIONS OF LAW

1. The Operator received proper notice and an opportunity for hearing regarding compliance with 16 Tex. Admin. Code §3.15 and Tex. Nat. Res. Code §§89.021 - 89.030.
2. All things necessary to the Commission attaining jurisdiction over the subject matter and the parties in this matter have been performed or have occurred.
3. The Operator is in violation of Commission Statewide Rule 15 and did not timely request a hearing to contest the determination that it was in violation.
4. The Operator's P-5 Organization Report should not be renewed and all of the Operator's P-4 Certificates of Compliance should be cancelled, with all related pipeline or other carrier connections severed. 16 Tex. Admin. Code §3.15 (g)(4) and Tex. Nat. Res. Code §§89.022(f), 91.704 - 91.706.
5. The Operator's P-5 Organization Report cannot be renewed until the operator brings the inactive wells shown on the attached Exhibit A into compliance with the requirements of 16 Tex. Admin. Code §3.15 and Tex. Nat. Res. Code §§89.021 - 89.030.

IT IS ORDERED that renewal of Pacific Exploration Oper Co, LLC's P-5 Organization Report is hereby **DENIED**.

It is further ORDERED that all P-4 Certificates of Compliance issued to Pacific Exploration Oper Co, LLC as operator of record are hereby **CANCELLED** and all related pipeline or other carrier connections are hereby **SEVERED**.

It is further ORDERED that Pacific Exploration Oper Co, LLC shall bring the wells on Exhibit A into compliance with Statewide Rule 15 (16 TEX. ADMIN. CODE §3.15) and that the Operator's P-5 Organization Report shall not be renewed until the wells on Exhibit A have been brought into compliance as required by this order.

It is further ORDERED that Pacific Exploration Oper Co, LLC and each person who held a position of ownership or control in the Operator at the time the Operator's most-recent P-5 Organization Report was filed shall be subject to the terms of TEX. NAT. RES. CODE §91.114.

It is further ORDERED by the Commission that this order shall not be final and effective until 20 days after a party is notified of the Commission's order. A party is presumed to have been notified of the Commission's order three days after the date on which the notice is actually mailed. If a timely motion for rehearing is filed by any party at interest, this order shall not become final and effective until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T. CODE §2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the parties are notified of the order.

All requested Findings of Fact and Conclusions of Law which are not expressly adopted herein are **DENIED**. All pending motions and request for relief not previously granted or granted herein are **DENIED**.

RAILROAD COMMISSION OF TEXAS

(Signatures affixed by Rule 15 Inactive Well
Master Order dated July 14, 2015.)

API Number	District	ID Number	Lease Name	Well Number
009 05986 No approved W-3X on file	09	00343	COFFIELD	3W
009 05988 No approved W-3X on file	09	00343	COFFIELD	26W
009 05990 No approved W-3X on file	09	00343	COFFIELD	30
009 16125 No approved W-3X on file	09	00343	COFFIELD	25
009 16126 No approved W-3X on file	09	00343	COFFIELD	21
009 31324 No approved W-3X on file	09	00343	COFFIELD	1 A
009 31722 No approved W-3X on file Must resolve Field Operations H-15 failure preventing 14(B)(2) approval	09	00343	COFFIELD	3 A
009 35769 No approved W-3X on file	09	00311	DUPRIEST, W. R.	9
009 37877 No approved W-3X on file Must resolve UIC H-5 Test issue preventing 14(B)(2) approval	09	00343	COFFIELD	6 A
009 37878 No approved W-3X on file	09	00343	COFFIELD	7 A
009 39505 No approved W-3X on file	09	00313	HARMEL, H. F.	18
009 40810 No approved W-3X on file	09	00311	DUPRIEST, W. R.	10
009 81238 No approved W-3X on file	09	00311	DUPRIEST, W. R.	6
009 81239 No approved W-3X on file	09	00311	DUPRIEST, W. R.	7
009 81245 No approved W-3X on file	09	00313	HARMEL, H. F.	13
009 81331 No approved W-3X on file	09	00343	COFFIELD	2
009 81334 No approved W-3X on file	09	00343	COFFIELD	11
009 81335 No approved W-3X on file	09	00343	COFFIELD	13

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Exhibit A

API Number	District	ID Number	Lease Name	Well Number
009 81336 No approved W-3X on file	09	00343	COFFIELD	19
009 81337 No approved W-3X on file	09	00343	COFFIELD	20
009 81338 No approved W-3X on file	09	00343	COFFIELD	24
009 87213 No approved W-3X on file	09	00311	DUPRIEST, W. R.	3
485 38592 Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	09	22377	WADE, H.H.	6S
485 39487 Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	09	22376	PARKER, L. C.	9S
485 40090 Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	09	22377	WADE, H.H.	8S
485 42301 Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	09	22377	WADE, H.H.	9S
485 42456 Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	09	22377	WADE, H.H.	14S
485 43006 Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	09	22376	PARKER, L. C.	18S
485 43007 Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	09	22377	WADE, H.H.	18S
485 88390 No approved W-3X on file	09	11397	MADDEN KMA SAND UNIT	2
485 88397 No approved W-3X on file	09	11397	MADDEN KMA SAND UNIT	10
485 88408 No approved W-3X on file	09	11397	MADDEN KMA SAND UNIT	23
503 37956 No approved W-3X on file	09	24330	HAYES	1

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Exhibit A