# RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL & GAS DOCKET NO. 20-0309024

IN RE: P-5 ORGANIZATION REPORT OF OIL, GAS, ETC. 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. Oil, Gas, ETC. LLC [Operator #620678] (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 August 1, 2016.
- 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 Oil, Gas, ETC. LLC's P-5 Organization Report is hereby DENIED.

It is further ORDERED that all P-4 Certificates of Compliance issued to Oil, Gas, ETC. LLC as operator of record are hereby CANCELLED and all related pipeline or other carrier connections are hereby SEVERED.

It is further ORDERED that Oil, Gas, ETC. 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 Oil, Gas, ETC. 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 25 days after the Commission's Order is signed, unless the time for filing a motion for rehearing has been extended under Tex. Gov't Code §2001.142, by agreement under Tex. Gov't Code §2001.147, or by written Commission Order issued pursuant to Tex. Gov't Code §2001.146(e). 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 Commission Order is signed.

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 February 13, 2018.)

API No.	Dist	ID No.	Lease Name	Well No.
	•	15874 be disconnected (o 3X on file	BERTRAND, O.C certify on Form W-3C)	1
		15874 be disconnected (o 3X on file	BERTRAND, O.C certify on Form W-3C)	2
	*	16768 be disconnected (o 3X on file	BERTRAND, O.C. certify on Form W-3C)	1
		16768 be disconnected (o 3X on file	BERTRAND, O.C. certify on Form W-3C)	2
		16768 be disconnected (o 3X on file	BERTRAND, O.C. certify on Form W-3C)	3
083 32448 No app	7B roved W-	17550 3X on file	HALLMARK-KEEL	1
083 32566 No app	7B roved W-	17549 3X on file	CLAYTON	1
083 32647 No app	7B roved W-	145353 3X on file	HALLMARK-KEEL "A"	1
083 32918 No app	7B roved W-	120867 3X on file	BERTRAND, O. C. "A"	3
083 32984 No app	7B roved W-	101308 3X on file	CLAYTON A	1
083 80321 No app	7B roved W-	099135 3X on file	BERTRAND,O.C.	2
	•	26928 be disconnected (o 3X on file	SOUTH DEAD HORSE CREEK UNIT certify on Form W-3C)	V108
	•	26928 be disconnected (o 3X on file	SOUTH DEAD HORSE CREEK UNIT certify on Form W-3C)	V210
		27081 be disconnected (o 3X on file	NORTH DEAD HORSE UNIT certify on Form W-3C)	201L

Docket No. 20-0309024

Exhibit A

133 310	Electricit	•	27081 se disconnected (c 3X on file	NORTH DEAD HORSE UNIT ertify on Form W-3C)	301S
133 310	No appro		26928 3X on file CH-5 Test issue pr	SOUTH DEAD HORSE CREEK UNIT reventing 14(b)(2) approval	H106
133 311	Electricit		26928 be disconnected (co 3X on file	SOUTH DEAD HORSE CREEK UNIT ertify on Form W-3C)	V309
133 313		7B ved W-3	26928 3X on file	SOUTH DEAD HORSE CREEK UNIT	H203
133 318	No appro		26928 3X on file CH-5 Test issue pr	SOUTH DEAD HORSE CREEK UNIT reventing 14(b)(2) approval	H807
133 318		7B ved W-3	26928 3X on file	SOUTH DEAD HORSE CREEK UNIT	H705
133 318		7B ved W-3	26928 3X on file	SOUTH DEAD HORSE CREEK UNIT	H404
133 318	Electricit			NORTH DEAD HORSE UNIT ertify on Form W-3C)	202L
133 319				SOUTH DEAD HORSE CREEK UNIT ertify on Form W-3C)	K111
133 320			e disconnected (co	NORTH DEAD HORSE UNIT ertify on Form W-3C)	104W
133 321	Surface e No appro	ved W-3	X on file	SOUTH DEAD HORSE CREEK UNIT d (certify on Form W-3C) reventing 14(b)(2) approval	A214
133 376				SOUTH DEAD HORSE CREEK UNIT ertify on Form W-3C)	V411
133 378	02 No appro	7B ved W-3	26928 3X on file	SOUTH DEAD HORSE CREEK UNIT	H901

Docket No. 20-0309024

Exhibit A

OIL, GAS, ETC. LLC 1/26/2018 Page 4 of 4

363 3415	59 7B	144539	ARROTT	1		
Electricity must be disconnected (certify on Form W-3C)						
	No approved V	V-3X on file				
363 3426	58 7B	157213	ARROTT	2		
Production fluids must be purged (certify on Form W-3C) No approved W-3X on file						
399 3357		11603	,	2B		
Electricity must be disconnected (certify on Form W-3C)  No approved W-3X on file						
	No approved v	v-3X on the				
399 3368		11829	LEHMAN, H. F. "D"	4B		
Electricity must be disconnected (certify on Form W-3C)  No approved W-3X on file						
	ivo approved v	7-3A on me				

Docket No. 20-0309024

Exhibit A