

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL & GAS DOCKET NO. 20-0319159

IN RE: P-5 ORGANIZATION REPORT OF WTXR OPERATING (TEXAS), INC.

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. WTXR Operating (Texas), Inc. [Operator #945239] (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 October 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 WTXR Operating (Texas), Inc.'s P-5 Organization Report is hereby **DENIED**.

It is further ORDERED that all P-4 Certificates of Compliance issued to WTXR Operating (Texas), Inc. as operator of record are hereby **CANCELLED** and all related pipeline or other carrier connections are hereby **SEVERED**.

It is further ORDERED that WTXR Operating (Texas), Inc. 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 WTXR Operating (Texas), Inc. 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 100 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 April 9, 2019.)

API Number	District	ID Number	Lease Name	Well Number
013 01395	01	00368	WILSON, STELLA	3
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
013 01397	01	00368	WILSON, STELLA	5
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
013 01398	01	00368	WILSON, STELLA	6
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
013 80090	01	00368	WILSON, STELLA	1
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
013 80091	01	00368	WILSON, STELLA	2
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
055 30631	01	05710	COOKE, TRAVIS C. "B"	2B
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
055 30632	01	05710	COOKE, TRAVIS C. "B"	1B
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
249 01735	04	014732	BANKERS MORTGAGE CO.	1 C
Surface equipment must be removed (certify on Form W-3C)				
No approved W-3X on file				
249 01735	04	014741	BANKERS MORTGAGE CO.	1 T
Surface equipment must be removed (certify on Form W-3C)				
No approved W-3X on file				
249 30884	04	078833	MOSSER ET AL	1 C
No approved W-3X on file				
249 30884	04	078832	MOSSER ET AL	1 T
No approved W-3X on file				
249 30896	04	078735	MOSSER ET AL	2
No approved W-3X on file				
249 32344	04	180608	COOK TRUST	1
Surface equipment must be removed (certify on Form W-3C)				
No approved W-3X on file				
401 81683	6E	06865	PETERSON, NEAL	4
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
493 00825	01	03613	HASTINGS, DORA	2
No approved W-3X on file				

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Exhibit A

API Number	District	ID Number	Lease Name	Well Number
493 30551	01	05084	EZZELL, F.M. ETAL	2
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30672	01	06838	ELKINS, JESSE	1
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30689	01	06838	ELKINS, JESSE	2
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30704	01	06908	ELKINS, JESSE	3
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve UIC H-5 Test issue preventing 14(B)(2) approval				
493 30765	01	06838	ELKINS, JESSE	5
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30766	01	06838	ELKINS, JESSE	4
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30767	01	06909	ELKINS, JESSE	6
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30802	01	07314	ELKINS, JESSE -B-	1
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30803	01	06838	ELKINS, JESSE	7
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30971	01	07314	ELKINS, JESSE -B-	4
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 30973	01	07314	ELKINS, JESSE -B-	3
Surface equipment must be removed (certify on Form W-3C) No approved W-3X on file				
493 30974	01	07516	ELKINS, JESSE -B-	2
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file				
493 31133	01	08253	ELKINS, JESSE -C-	1
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				

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Exhibit A

API Number	District	ID Number	Lease Name	Well Number
493 31541	01	08253	ELKINS, JESSE -C-	2
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 31593	01	03613	HASTINGS, DORA	1R
No approved W-3X on file				
493 31597	01	08253	ELKINS, JESSE -C-	3
No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 31624	01	06909	ELKINS, JESSE	8
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 31640	01	08253	ELKINS, JESSE -C-	4
Surface equipment must be removed (certify on Form W-3C) No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 31651	01	06908	ELKINS, JESSE	9
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval				
493 32214	01	12568	MORRIS	1
No approved W-3X on file				
499 00999	06	01162	AMASON, A. L.	1
Production fluids must be purged (certify on Form W-3C) No approved W-3X on file				
499 31203	06	11318	COLLINS	1
Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file				

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Exhibit A