

PERMIAN BASIN
PETROLEUM ASSOCIATION

The Standard

Vol. 3, Issue No. 17





Sponsor or Register NOW for the 58th PBPA Annual Meeting!

This year's meeting will be virtual and will include a great lineup of presenters who will discuss important issues facing the oil and gas industry. We're excited to announce that joining that lineup will be **Texas Governor Greg Abbott** and **New Mexico Governor Michelle Lujan Grisham**!

Join us Wednesday for the Governors' opening remarks along with Keynote Speaker, Robert Bryce, author of *A Question of Power: Electricity and the Wealth of Nations*. Then come back on Thursday for Keynote Speaker, **Bobby Tudor**, Chairman of Tudor Pickering Holt & Co., Lone Star Legislative Panel guests, former Speaker Tom Craddick and Chairwoman

Senfronia Thompson, and more!

September 30, 2020:

PBPA Q3 Board of Directors Meeting Texas Kickoff - Gov. Abbott New Mexico Kickoff - Gov. Lujan Grisham Wednesday Keynote - Robert Bryce

October 1, 2020:

Lone Star Legislative Panel
Regulatory Updates Panel
PBPA Membership Business Meeting
Thursday Keynote - Bobby Tudor
Executive Panel

To Sponsor or Register to attend this year's PBPA Annual Meeting, please fill out the form found at the following link and return it to jamie@pbpa.info.

Sponsorships & Registration

Also, here is what else you'll find in this issue of The Standard:

- PBPA/OTA Webinar with Chris Kearney
- New Mexico Interim Committee Notice
- Texas Interim Committee Charges
- Status of PBPA Comments on New Mexico Methane Rules
- RRC: Comment Period Open on SWR 32 Data Sheet
- RRC: Notice to Pipeline Operators
- Leah Robertson, Judge of the 385th District Court
- MC PPDC Industry Training
- Permian Basin Association of Pipeliners Annual Clay Shoot
- New Mexico EnergyPlex Conference

As always do not hesitate to reach out if we may be of service.

Regards,

Ben Shepperd





OILFIELD STRONG 2020
INFORMING, EDUCATING FOR TODAY'S REALITY

OILFIELD WEBINAR SERIES EVERY WEDNESDAY AT 10:30

NEXT ONE IS WEDNESDAY, SEPT. 2!

These are challenging times for the energy industry to say the least. Uncertain conditions, uncertain future – all make planning and running a business difficult. PBPA, OTA Compression and OTA Environmental are working together to help the industry become more informed about what these unique times require of us.

Each Webinar Forum will be on **Wednesday at 10:30 am** and will be a concise thirty minutes to keep your day moving (unless otherwise noted).

Join us on Wednesday, September 2 at 10:30 as Chris Kearney, principal with The Ferguson Group in Washington, D.C., will update us on Endangered Species issues in the Permian Basin and outlooks for possible regulatory changes in this area.

Register in advance for this webinar:

https://zoom.us/webinar/register/WN_IBWIepztTp2G8_WuxpIwXg After registering, you will receive a confirmation email containing information about joining the webinar.

Upcoming Webinars

Sept. 23 - Chuck Yates, Former Managing Partner at Kayne Anderson Sept. 30 - PBPA Annual Meeting More to come...

Previous presentations, can be accessed on YouTube:

https://www.youtube.com/channel/UCicrHdPcAZKslvKcofPqSow

For more information on PBPA, please visit www.pbpa.info
For additional information on OTA Environmental, please see www.OTACompression.com
After registering, you will receive a confirmation email containing information about joining the webinar.



Legislative Updates

Upcoming New Mexico Interim Legislative Committee Meetings

The following are important committee meetings coming up this week that could have a focus on the oil and gas industry of New Mexico. Each of these committee meetings can be observed by webcast. The below links provide access to these webcasts and agendas for the meetings:

Economic and Rural Development Committee
August 31, 2020, 9:00 AM MT (10:00 AM Central)

Water and Natural Resources Committee
September 3, 2020, 9:00 AM MT (10:00 AM Central)

Interim Charges in the Texas House are being organized through "Formal Requests for Information." PBPA is monitoring these requests as they come out, and is currently focused on requests in Ways and Means and Transportation with the earliest deadlines in mid-September. The entirety of all requests may be accessed here.

Please feel free to send Michael, <u>michael@pbpa.info</u>, any and all thoughts related to these requests. We want to know what you think, and we want to share that with the elected officials!



Regulatory Updates





PBPA's working group continues to develop comments on the New Mexico Departments of Environment (NMED) and Energy, Minerals and Natural Resources Department (EMNRD) draft rules regulating waste, volatile organic compounds (VOCs) and oxides of nitrogen (NOx). If you're interested in helping, please contact Stephen Robertson (stephen@pbpa.info). In particular, we are in need of a midstream voice in the commenting process. If that could be you, step right up!

Comments on either draft rule are due by 5 p.m., Mountain Time, September 16, 2020.



Accepting Comments on Revisions to Statewide Rule 32 Exception Data Sheet

The Railroad Commission of Texas (RRC) is accepting public comment on proposed revisions to Statewide Rule 32 Exception Data Sheet, *Application for Exception to Statewide Rule 32*. The Statewide Rule 32 Exception Data Sheet is filed when an operator requests authority to flare or vent gas.

The proposed amendment to the Statewide Rule 32 Exception Data Sheet will improve the effectiveness of the RRC's Rule 32 exception program by:

- · requiring operators to more thoroughly document the circumstances surrounding the need to flare gas;
- · providing the RRC accurate information to assess compliance with the flare/vent authority; and
- \cdot encouraging transparency in understanding the broader needs and reasons for flaring and/or venting during oil and gas production operations in Texas.

Public comments will be accepted through Friday, September 4,2020. To view the proposed revisions and submit a comment, visit the RRC website at https://rrc.texas.gov/about-us/resource-center/forms/proposed-form-changes/.

Comments through PBPA will be discussed in the PBPA Regulatory Practices Committee. If you are not in the committee and are interested in helping with comments, please email Stephen (<u>Stephen@pbpa.info</u>).

Notice to Pipeline Operators: Recent Amendments 16 TAC §3.70 and Updates to the Pipeline Online Permitting System

On September 1, 2020, the RRC will require pipeline operators to file for the renewal of their pipeline permits by the last day of their designated month. This is in accordance with amendments to 16 Texas Administrative Code (TAC) §3.70 which were adopted by the RRC on January 6, 2020 and take effect on September 1, 2020.

Every permit must be renewed annually, online using the Pipeline Online Permitting System (POPS) available in the RRC Online System. The month that renewal is due is determined by the first letter of the operator's name. To view the renewal schedule, visit the Texas Secretary of State website at <a href="https://texreg.sos.state.tx.us/public/readtac\$ext.TacPage?sl=R&app=9&p-dir=&p-rloc=&p-ploc=&

The updated POPS user manual is available on the RRC website at https://rrc.texas.gov/media/32799/pops-user-guide.pdf.

In addition, the amended rule outlines that late charges for mileage fees due in 2021 or later are reduced for companies who operate less than 50 total miles of permitted pipelines. The updated late charges are \$125 for less than 30 days late, \$250 for more than 30 but less than 60 days late, and \$350 for greater than 60 days late.

Amendments to 16 TAC Chapter 8 were also adopted by the RRC on January 6, 2020. The term lease line was removed as a qualifier to determine if a pipeline needs a (T-4) permit to operate in Texas. The RRC has clarified the definition of a gathering line for permitting purposes. The changes outlined in 16 TAC Chapter 8 and §3.70 together determine which pipelines need a permit.

The designated security administrator may create accounts with appropriate rights for staff within their organization enabling those designees to file forms electronically through the RRC Online System available at https://webapps.rrc.texas.gov/security/login.do. For additional information on the RRC Online System, visit the RRC website at https://www.rrc.texas.gov/about-us/resource-center/forms/online-filing-at-rrc/. Existing users with accounts in the RRC Online System do not need to designate a new administrator. The organization's security administrator needs only to assign rights for filing online through their administration accounts to grant their users access.

To view the original notice, visit the RRC website at

https://rrc.texas.gov/media/59313/pipeline notice-to-operators rule3 70 mlb 8-24-2020.pdf.



Events in the Community



Leah Robertson becomes Judge for 385th District Court

In some good news that hits very close to the PBPA home, Leah Robertson, the better half of PBPA staff member Stephen Robertson, was appointed by Governor Greg Abbott to preside as Judge of the 385th Judicial District Court, based in Midland County, Texas. Judge Robertson was sworn into this position on August 24, 2020, and will serve in this role until December 31, 2020, or until her successor is elected or qualified.

We're honored to know Judge Robertson and are incredibly excited for her and the community of Midland. Congratulations, Judge!

PPDC Continuing Education Training Guide

2020

Industry Training

We provide quality training programs designed to keep oil and gas industry professionals current in their areas of expertise by offering the latest industry updates, as well as providing timely and pertinent educational opportunities.

BUSINESS

Oct 19-22 Unconventional Resource Assessment and Valuation; Mark McLane
Oct 28 The Basics of Crude, Gas and NGL Contracts/Marketing for the
Non-Marketing Professional; Michael J. Banschbach

Nov 2-5 Economic Evaluation and Investment Decision Methods; John Stermole
Nov 9-12 Evaluating Shale and Tight Oil & Gas Reservoirs; Creties Jenkins
Nov 18 Advanced Crude, Gas and NGL Contracts/Marketing for the

Marketing Professional; Michael J. Banschbach

DRILLING

Oct 12-16 Well Control Drilling/Workover (WellSharp); Larry Chapman
Nov 30-Dec 4 Well Control Drilling/Workover (WellSharp); Larry Chapman
Dec 16 Well Service and Workover Pressure Control; Louie M. Cure

ENGINEERING

Sep 22-23 Oilfield Terminology; Tommy Lent

GEOLOGY

October 5-8 Petroleum Geology for Non Geologists; Paul Pause

LAND

Sep 8-24 Petroleum Land Basics: Becoming LandWise; Ralph Lea (Night class, Tuesday & Thursday, 6 – 9 pm)

Sep 16 Right of Way Acquisitions Training; Don Valden

Nov 18 Right of Way Acquisitions Training; Don Valden

SOFTWARE

Oct 13-14 Petra Fundamentals, Greg Hinterlong Oct 27-28 PHDWin, Celia Houston

Training location:

221 N. Main Street Midland, TX 79701 Phone: (432) 683 2832 Director: Erin Van Evera-Welch Coordinators;

Laurie Lindsey & Marina Rodriguez https://mcce.midland.edu > Oil & Gas Training



SCAN ME TO VIEW A LIST OF UPCOMING OFFERINGS





To register for a course, call 1.432.683.2832 or visit our website at https://mcce.midland.edu - Oil & Gas Training

Michael Celege does not discriminate on the basis of race, color, national origis, sex, disability or age in its programs and activities. The following individuals have been designated to handle inquiries regarding the non-discrimination policies: Tane Blave, Title IX Coordinates/Corpilates/Color (No. Control of Section 1, 1997), 400, 400, 400, 41, 1997, 400, 41, 1997, 41,

Needing help to pay for Training Programs? The MC PPDC still has scholarship funds left that need to be used before the end of the year! Contact them for more information.



\$600 - Team of 4

Team of 4 shooters.

\$1000 - Team of 4 + Station Sponsor

Team of 4 shooters and logo on sponsorship banner. You can choose the hard or easy course & add your own banner to assigned station.

\$1500 - Team of 4 + Beverage Sponsor

Team of 4 shooters with sponsorship mentioned at lunch and logo on sponsorship banner. Sponsor will provide drinks, ice, coolers, etc.

\$1500 - Team of 4 + Lunch Sponsor

Team of 4 shooters with sponsorship mentioned at lunch and logo on sponsorship banner. Sponsor provides food for 60 people.

\$2500 - Team of 4 + Tent Sponsor

Team of 4 shooters and logo on sponsorship banner. Sponsor provides own tent to set up at designated area.

\$3500 - Team of 4 + Golden Sponsor

Two teams of 4 shooters, logo on sponsorship banner, and a round of helice per shooter. Sponsor can bring a tent.



The 4th annual New Mexico EnergyPlex Conference will be held November 13th, 2020. For the health of attendees and participants, this year's free event will be held virtually. Additional information, logistics, and registration information will follow soon.

> Lea County is the EnergyPlex. Tougher than the Times.

As we all know, much has changed in Lea County since the last EnergyPlex Conference in 2019. However, that does not change Lea County's economic and diversification potential and vast human capital and spirit. This year's EnergyPlex Conference will focus on the EnergyPlex and how Lea County is tougher than the times.

Contact the EDCLC at (575) 397-2039 or visit EnergyPlexConference.org for more information.





