

**Subject:** FW: MOTION FOR COMMISSION CALLED HEARING ON THE VERIFIED COMPLAINT OF PIONEER NATURAL RESOURCES U.S.A. INC. AND PARSLEY ENERGY INC. TO DETERMINE REASONABLE MARKET DEMAND FOR OIL IN THE STATE OF TEXAS  
**Date:** Wednesday, April 8, 2020 1:22:17 PM

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**From:** carl beach <ccbtxas53@outlook.com>  
**Sent:** Wednesday, April 8, 2020 10:02 AM  
**To:** RRC Conference <RRCConference@rrc.texas.gov>  
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Dear Commissioners Sitton, Craddick, Christian:

I am a third generation small oil and gas producer, born and raised in Midland, TX with forty-five years of participating in the unpredictable market swings of oil prices. I had limited experience if filing RRC forms related to oil proration in the early 1970s. My experience was additional paperwork, more RRC oversight and interference in operating producing wells; resulting in extra costs and time for compliance. I do not believe the old RRC proration regulations resolved any issues at that time and do not believe it will resolve any oil price issues we are facing today. I believe the current, depressed oil prices will provide the needed curtailment and production reductions Mr. Sheffield is asking the RRC to regulate. I am not aware of any producers asking for RRC proration regulations when oil prices were \$65+, but only when the market turns down is not a acceptable time to ask for regulatory curtailment to fix oil price issues.

I do not understand how the RRC and its over-worked staff can research, manage and regulate the "Demand for Oil in the State of Texas". This is a sizeable and unpredictable task that experts cannot even agree on the market demand for oil. I would predict if the RRC elects to take on the task of determining market demand in Texas and setting oil production proration schedules based on that research there will be many discontent producers filing complaints with the RRC.

There are many issues the RRC and its Commissioners are facing today that can help stimulate the oil and gas economy in Texas and I do not support any time being spent on additional regulation and compliance for oil proration that will only cost producers more money, time and frustration for compliance. Thank you or your ongoing efforts and taking the time to listen to all concerned oil

producers on this matter.

Sincerely,

Carl Beach  
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210 262-7420

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