



ENTERED
02/02/2017

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

<p>In re:</p> <p>AZURE MIDSTREAM PARTNERS, LP, <i>et al.</i>,</p> <p>Debtors.¹</p>	<p>§</p> <p>§</p> <p>§</p> <p>§</p> <p>§</p> <p>§</p> <p>§</p>	<p>Chapter 11</p> <p>Case No. 17-30461 (DRJ)</p> <p>(Jointly Administered)</p> <p>Re: Docket No. 7</p>
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FINAL ORDER (I) AUTHORIZING DEBTORS (A) TO PAY PREPETITION WAGES, SALARIES, EMPLOYEE BENEFITS, AND OTHER COMPENSATION, (B) TO MAINTAIN EMPLOYEE BENEFIT PROGRAMS AND PAY RELATED ADMINISTRATIVE OBLIGATIONS, AND (C) TO PAY TEMPORARY EMPLOYEE OBLIGATIONS, AND (II) DIRECTING FINANCIAL INSTITUTIONS TO RECEIVE PROCESS, HONOR, AND PAY ALL CHECKS PRESENTED FOR PAYMENT AND TO HONOR ALL FUND TRANSFER REQUESTS RELATED TO SUCH OBLIGATIONS PURSUANT TO SECTIONS 105(a), 363(b), AND 507 OF THE BANKRUPTCY CODE AND BANKRUPTCY RULES 6003 AND 6004

Upon the motion, dated January 30, 2017 (the “**Motion**”),² of Azure Midstream Partner, LP, its subsidiaries, and certain affiliates in the above-captioned chapter 11 cases, as debtors and debtors in possession (collectively, the “**Debtors**”), to (a) pay, in their sole discretion, prepetition obligations relating to Base Compensation Obligations, Payroll Servicer Fees, Payroll Taxes, and Mileage Reimbursements, and related expenses, and fees and costs incidental to the foregoing; (b) maintain and continue to honor and pay, in their sole discretion, amounts with respect to the Benefits Plans, business practices, programs, and policies for Employees as such were in effect as of the commencement of these chapter 11 cases and as such

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are: Azure Midstream Partners, LP (7595), Azure ETG, LLC. (3388), Azure Holdings GP, LLC (0537), Azure Midstream Partners GP, LLC (8089), Azure TGG, LLC (6233), Marlin G&P I, LLC (6073), Marlin Logistics, LLC (8460), Marlin Midstream Finance Corp. (0130), Marlin Midstream, LLC (2587), Murvaul Gas Gathering, LLC (0826), Talco Midstream Assets, Ltd. (7004), and Turkey Creek Pipeline, LLC (1161).

² All capitalized terms used, but not otherwise defined, herein shall have the meanings ascribed to such terms in the Motion.



may be modified or supplemented from time to time in the ordinary course of business; and (c) pay, in their sole discretion, Temporary Employee Obligations; and (ii) authorize and direct financial institutions to receive, process, honor, and pay all checks presented for payment and to honor all fund transfer requests related to such obligations, each as more fully set forth in the Motion; and upon consideration of the Mosley Declaration; and the Court having jurisdiction to consider the Motion and the relief requested therein pursuant to 28 U.S.C. §§ 157 and 1334; and consideration of the Motion and the requested relief being a core proceeding pursuant to 28 U.S.C. § 157(b); and it appearing that venue is allowed before this Court pursuant to 28 U.S.C. §§ 1408 and 1409; and due and proper notice of the Motion having been provided, and it appearing that no other or further notice need be provided; and the Court having reviewed the Motion; and the Court having determined that the legal and factual bases set forth in the Motion establish just cause for the relief granted herein; and it appearing that the relief requested in the Motion is in the best interests of the Debtors and their respective estates and creditors; and upon all of the proceedings had before the Court and after due deliberation and sufficient cause appearing therefor,

IT IS HEREBY ORDERED THAT:

1. The Motion is granted as set forth herein.
2. The Debtors are authorized pursuant to sections 105(a), 363(b), and 507 of the Bankruptcy Code to (a) pay, in their sole discretion, obligations relating to the Base Compensation Obligations, Payroll Servicer Fees, Payroll Taxes, and Mileage Reimbursements, related expenses, and all fees and costs incident to the foregoing; (b) maintain and continue to honor and pay, in their sole discretion, amounts with respect to the Debtors' Benefits Plans, business practices, programs, and policies for Employees as such were in effect as of the

commencement of these chapter 11 cases and as such may be modified or supplemented from time to time in the ordinary course of business; and (c) pay, in their sole discretion, Temporary Employee Obligations.

3. Nothing in this Final Order shall authorize the Debtors to make any payment to or on behalf of any Employee on account of wages and other compensation obligations in excess of the statutory caps set forth in section 507(a)(4) and (5) of the Bankruptcy Code.

4. All Banks and other financial institutions are authorized and directed to receive, process, honor, and pay all checks presented for payment by the Debtors and to honor all fund transfer requests related to such obligations. The Banks shall not be liable to any party on account of: (a) following the Debtors' representations, instructions, or presentations as to any order of the Court (without any duty of further inquiry); (b) the honoring of any prepetition checks, drafts, wires, or ACH Payments in a good faith belief or upon a representation by the Debtors that the Court has authorized such prepetition check, draft, wire, or ACH Payments; or (c) an innocent mistake made despite implementation of reasonable handling procedures.

5. The Debtors are further authorized to issue postpetition checks, or to effect postpetition fund transfer requests, in replacement of any checks or fund transfer requests that are dishonored as a consequence of these chapter 11 cases with respect to any prepetition amounts that are authorized to be paid pursuant to this Final Order.

6. Nothing in this Final Order authorizes a payment subject to Section 503(c) of the Bankruptcy Code.

7. Nothing in this Final Order shall authorize the Debtors to cash out unpaid vacation/leave time upon termination of an Employee, unless applicable law requires such payment.

8. Notwithstanding anything in this Final Order to the contrary, the Debtors' authority to use or transfer cash hereunder shall be subject to the limitations and restrictions as are provided for with respect to the use or transfer of cash in any order approving the Debtors' cash collateral motion.

9. The requirements of Bankruptcy Rule 6003(b) have been satisfied.

10. The requirements of Bankruptcy Rule 6004(a) are waived.

11. Notwithstanding the provisions of Bankruptcy Rule 6004(h), this Final Order shall be immediately effective and enforceable upon its entry.

12. The Debtors are authorized to take all steps necessary or appropriate to carry out this Final Order.

13. This Court shall retain jurisdiction to hear and determine all matters arising from or related to the implementation, interpretation, or enforcement of this Final Order.

Signed: February 02, 2017.



DAVID R. JONES
UNITED STATES BANKRUPTCY JUDGE

United States Bankruptcy Court
Southern District of Texas

In re:
Azure Midstream Partners, LP
Azure ETG, LLC
Debtors

Case No. 17-30461-drj
Chapter 11

CERTIFICATE OF NOTICE

District/off: 0541-4 User: dsta Page 1 of 2 Date Rcvd: Feb 02, 2017
Form ID: pdf002 Total Noticed: 22

Notice by first class mail was sent to the following persons/entities by the Bankruptcy Noticing Center on Feb 04, 2017.

- db +Azure ETG, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Azure Holdings GP, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Azure Midstream Partners GP, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Azure Midstream Partners, LP, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Azure TGG, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Marlin G&P I, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Marlin Logistics, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Marlin Midstream Finance Corporation, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Marlin Midstream, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Murvaul Gas Gathering, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Talco Midstream Assets, Ltd., 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- db +Turkey Creek Pipeline, LLC, 12377 Merit Drive, Suite 300, Dallas, TX 75251-3126
- cr +Beckville ISD, Linebarger Goggan Blair & Sampson, LLP, c/o Elizabeth Weller,
2777 N Stemmons Frwy Ste 1000, Dallas, TX 75207-2328
- cr +Dallas County, Linebarger Goggan Blair & Sampson, LLP, c/o Elizabeth Weller,
2777 N Stemmons Frwy Ste 1000, Dallas, TX 75207-2328
- cr +Gregg County, Linebarger Goggan Blair & Sampson, LLP, c/o Elizabeth Weller,
2777 N. Stemmons Frwy Ste 1000, Dallas, TX 75207-2328
- cr +Kinder Morgan Tejas Pipeline, LLC, Law Ofc Patricia Williams Prewitt, 10953 Vista Lake Ct.,
Navasota, TX 77868, U. S. 77868-6981
- op +Kurtzman Carson Consultants LLC, 2335 Alaska Avenue, El Segundo, CA 90245-4808
- cr +Morris CAD, Linebarger Goggan Blair & Sampson, LLP, c/o Elizabeth Weller,
2777 N Stemmons Frwy Ste 1000, Dallas, TX 75207-2328
- cr Nacogdoches County Central Appraisal District, c/o Tab Beall,
Perdue Brandon Fielder Collins & Mott, PO Box 2007, Tyler, TX 75710-2007
- cr Panola County, c/o Tab Beall, Perdue Brandon Fielder Collins & Mott, PO Box 2007,
Tyler, TX 75710-2007
- cr +Rusk County, Linebarger Goggan Blair & Sampson, LLP, c/o Elizabeth Weller,
2777 N Stemmons Frwy Ste 1000, Dallas, TX 75207-2328
- cr +Texas Comptroller of Public Accounts, Jason Starks, P.O. Box 12548, Austin, TX 78711-2548

Notice by electronic transmission was sent to the following persons/entities by the Bankruptcy Noticing Center.
NONE. TOTAL: 0

***** BYPASSED RECIPIENTS (undeliverable, * duplicate) *****

- cr Wells Fargo, National Association

TOTALS: 1, * 0, ## 0

Addresses marked '+' were corrected by inserting the ZIP or replacing an incorrect ZIP.
USPS regulations require that automation-compatible mail display the correct ZIP.

Transmission times for electronic delivery are Eastern Time zone.

I, Joseph Speetjens, declare under the penalty of perjury that I have sent the attached document to the above listed entities in the manner shown, and prepared the Certificate of Notice and that it is true and correct to the best of my information and belief.

Meeting of Creditor Notices only (Official Form 309): Pursuant to Fed. R. Bank. P. 2002(a)(1), a notice containing the complete Social Security Number (SSN) of the debtor(s) was furnished to all parties listed. This official court copy contains the redacted SSN as required by the bankruptcy rules and the Judiciary's privacy policies.

Date: Feb 04, 2017

Signature: /s/Joseph Speetjens

CM/ECF NOTICE OF ELECTRONIC FILING

The following persons/entities were sent notice through the court's CM/ECF electronic mail (Email) system on February 2, 2017 at the address(es) listed below:

- Christopher Manuel Lopez on behalf of Debtor Azure Midstream Partners GP, LLC
chris.lopez@weil.com, rene.olvera@weil.com;Christopher.jalomo@weil.com
- Christopher Manuel Lopez on behalf of Debtor Marlin Midstream Finance Corporation
chris.lopez@weil.com, rene.olvera@weil.com;Christopher.jalomo@weil.com
- Christopher Manuel Lopez on behalf of Debtor Marlin Logistics, LLC
chris.lopez@weil.com, rene.olvera@weil.com;Christopher.jalomo@weil.com
- Christopher Manuel Lopez on behalf of Debtor Murvaul Gas Gathering, LLC
chris.lopez@weil.com, rene.olvera@weil.com;Christopher.jalomo@weil.com
- Christopher Manuel Lopez on behalf of Debtor Azure ETG, LLC
chris.lopez@weil.com, rene.olvera@weil.com;Christopher.jalomo@weil.com

District/off: 0541-4

User: dsta
Form ID: pdf002

Page 2 of 2
Total Noticed: 22

Date Rcvd: Feb 02, 2017

The following persons/entities were sent notice through the court's CM/ECF electronic mail (Email) system (continued)

Christopher Manuel Lopez on behalf of Debtor Azure TGG, LLC chris.lopez@weil.com,
rene.olvera@weil.com;Christopher.jalomo@weil.com
Christopher Manuel Lopez on behalf of Debtor Talco Midstream Assets, Ltd.
chris.lopez@weil.com, rene.olvera@weil.com;Christopher.jalomo@weil.com
Christopher Manuel Lopez on behalf of Debtor Azure Holdings GP, LLC chris.lopez@weil.com,
rene.olvera@weil.com;Christopher.jalomo@weil.com
Christopher Manuel Lopez on behalf of Debtor Marlin G&P I, LLC chris.lopez@weil.com,
rene.olvera@weil.com;Christopher.jalomo@weil.com
Christopher Manuel Lopez on behalf of Debtor Azure Midstream Partners, LP
chris.lopez@weil.com, rene.olvera@weil.com;Christopher.jalomo@weil.com
Christopher Manuel Lopez on behalf of Debtor Turkey Creek Pipeline, LLC chris.lopez@weil.com,
rene.olvera@weil.com;Christopher.jalomo@weil.com
Christopher Manuel Lopez on behalf of Debtor Marlin Midstream, LLC chris.lopez@weil.com,
rene.olvera@weil.com;Christopher.jalomo@weil.com
Courtney E. Giles on behalf of Creditor Wells Fargo, National Association
courtney.giles@bakermckenzie.com, lita.graham@bakermckenzie.com
Evan Gershbein on behalf of Other Prof. Kurtzman Carson Consultants LLC
ECFpleadings@kccllc.com, ecfpleadings@kccllc.com
Hector Duran on behalf of U.S. Trustee US Trustee Hector.Duran.Jr@usdoj.gov
Jason Starks on behalf of Creditor Texas Comptroller of Public Accounts
bk-jstarks@texasattorneygeneral.gov, sherri.simpson@texasattorneygeneral.gov
Patricia Williams Prewitt on behalf of Creditor Kinder Morgan Tejas Pipeline, LLC
pwp@pattiprewittlaw.com
Tab Beall on behalf of Creditor Panola County tbeall@pbfc.com,
tylbkc@pbfc.com;tbeall@ecf.inforuptcy.com
Tab Beall on behalf of Creditor Nacogdoches County Central Appraisal District
tbeall@pbfc.com, tylbkc@pbfc.com;tbeall@ecf.inforuptcy.com
US Trustee USTPRegion07.HU.ECF@USDJ.GOV

TOTAL: 20