Form CP-111 March 2009 Form must be Typed Form must be signed

TEMPORARY ABANDONMENT WELL APPLICATION

All blanks must be complete

Phone 620.432.2300

Phone 785.625.0550

Phone 316.734.4933

OPERATOR: License#	API No. 15 Spot Description:									
Name:										
Address 1:					Sec	c T	wp S.	R	E W	
Address 2:							feet from	N / S Line o	f Section	
City:	State:	Zip: +						E / W Line of	Section	
Contact Person:				GPS Location: Lat:, Long:, Long:						
Phone:()							We	ell #:		
Contact Person Email:				Elevation:					_	
Field Contact Person:	Well Type: (check one) Oil Gas OG WSW Other: SWD Permit #: ENHR Permit #: Gas Storage Permit #: Spud Date: Date Shut-In:									
Field Contact Person Phone: ()										
				Spud Date:			Date Shut-In:			
	Conductor	Surface	Pr	oduction	Intermedia	te	Liner	Tubing		
Size										
Setting Depth										
Amount of Cement										
Top of Cement										
Bottom of Cement										
Casing Fluid Level:	Ho	w Determined?				D:	ate.			
-										
Casing Squeeze(s):	(bottom)		_	(top)	(bottom)					
Do you have a valid Oil & Gas	Lease? Yes	No								
Depth and Type:	Hole at	Tools in Hole at	Ca	asing Leaks:	Yes No [Depth of casi	ng leak(s):			
Type Completion: ALT. I									f cement	
							(depth)			
	Size: Inch			Plug Back Method:						
iotai Deptii	Plug Baci	с Беріп.		Plug back Metric	id:					
Geological Data:										
Formation Name	Formation 1	Formation Top Formation Base			Completion Information					
1	At:	to Fee	et Perfo	oration Interval _	to	Feet or C	pen Hole Interv	/al to	Feet	
2	At:	to Fee	et Perfo	oration Interval_	to	Feet or C	pen Hole Interv	/al to	Feet	
		Submit	ted Ele	ectronically	1					
Do NOT Write in This Date Tested: Results:					Date Plugged: Date Repaired: Date Put Back in Service:					
Space - KCC USE ONLY										
Review Completed by:			Comr	ments:			TA Appro	oved: Yes Den	ied 🗌	
1 1 1 1 2 2 2 7 1										
		Mail to the Am	nronriota	KCC Canaarii	ation Office:					
		Mail to the Ap								
the table limit took had been found being the found	te A, Dodge City, KS 67801				Phone 620.22					
4	KCC Distric	ct Office #2 - 3450 N. R	lock Road,	Building 600, St	uite 601, Wichita	, KS 67226		Phone 316.630	ე.4000	

KCC District Office #3 - 1500 SW Seventh Steet, Chanute, KS 66720

Underground Porosity Gas Storage (UPGS) 8200 E. 34th Street Circle N., Suite 1003, Wichita, KS 67226

KCC District Office #4 - 2301 E. 13th Street, Hays, KS 67601-2651

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Thomas E. Wright, Chairman

Joseph F. Harkins

Ward Loyd

Docket No. 10-CONS-179-CEXC In the matter of the application of Vess Oil) Corporation for an exception to the 10-year time limitation of K.A.R. 82-3-111 for its **CONSERVATION DIVISION** Pierpoint A 100W well located in the NW/4 of Section 33, Township 25 South, Range 05) License No. 5030 East, Butler County, Kansas. Docket No. 10-CONS-201-CEXC In the matter of the application of Vess Oil) Corporation for an exception to the 10-year time limitation of K.A.R. 82-3-111 for its CONSERVATION DIVISION Adsit A 25 well located in the NW/4 of Section 36, Township 25 South, Range 4 East, Butler County, Kansas. License No. 5030

ORDER GRANTING APPLICATIONS

COMES NOW, the State Corporation Commission of the State of Kansas ("Commission" or "KCC"), on the application of Vess Oil Corporation ("Vess"), for an Order approving the extension of temporary abandonment ("TA") status for the above-captioned wells. The Commission, being fully advised in the premises and giving due consideration to the record herein, makes the following findings and conclusions:

PROCEDURAL HISTORY

1. Vess is a Kansas corporation. Pursuant to K.S.A. 55-155, Vess holds KCC oil and gas operator's license number 5030, which expires on June 30, 2010.

- 2. On December 17, 2009, and December 30, 2009, the respective applications in this docket were filed pursuant to the rules and regulations of the State Corporation Commission and the Kansas Statutes, thus fulfilling all regulatory and statutory requirements.
- 3. Notice was proper in every respect and was published at least fifteen (15) days prior to the hearing for this application in *The Wichita Eagle* newspaper and *The El Dorado Times* newspaper, providing notice that a hearing would be held to determine the matter in this docket; there were no protests.
- 4. According to K.A.R. 82-3-111, wells shall not be eligible for TA status if the well has been shut-in for ten (10) or more years without an application for an exception pursuant to K.A.R. 82-3-100 and approval by the Commission.
- 5. The matter was heard on April 22, 2010, as noticed. Mr. Greg L. Bauer of Bauer, Pike & Johnson, Chtd., appeared for Vess and Ryan A. Hoffman, Litigation Counsel, appeared for Commission Staff and the public generally. Staff moved to consolidate the two (2) dockets for the purposes of having one (1) hearing, there was no objection.
- 6. There being no objection to notice, the Commission found that notice was proper and the Commission had jurisdiction of the parties and subject matter.
- 7. The prefiled testimony and exhibits of Casey Coats, Eastern Kansas Operations Engineer and witness for Vess, and Jeff Klock, KCC District #2 Supervisor, were admitted into the record.

SUMMARY OF THE EVIDENCE

8. Mr. Coats testified to his professional background and experience and was found to be a qualified expert witness.

- 9. Mr. Coats further testified on the applications for the above-captioned wells. In regard to the Adsit A 25 well, Mr. Coats testified as to the procedure Vess would employ to conduct casing integrity tests and compared the process of converting the well into an Arbuckle disposal well similar to the process performed on Vess' Hess well. Mr. Coats stated Vess is willing to conduct the casing integrity test on the Adsit A 25 well.
- 10. Mr. Coats also testified in regard to Vess' Pierpoint A 100W well. Mr. Coats testified the well already demonstrated its casing had mechanical integrity. Mr. Coats further testified he estimated the producing wells on the lease would produce for many years into the future, further necessitating Vess' need for a backup injection well. Mr. Coats also testified that the costs to convert the well for injection purposes far outweigh the costs to plug it in its current state.
- 11. Mr. Klock testified that he was satisfied with Mr. Coats' answers to the questions raised in his prefiled testimony and during his live testimony during the hearing. Mr. Klock further testified he would recommend the applications favorably for passage to the Commission, on the condition the Adsit A 25 well demonstrated its casing has mechanical integrity.
- 12. Based on the foregoing, the Commission finds that an exception to the 10-year TA status restrictions under K.A.R. 82-3-111 should be granted for the above-captioned wells.
- 13. The applications should be granted in accordance with the above findings for three (3) years without the need to file further applications for exceptions, but still subject to the yearly filing requirements according to the provisions of K.A.R. 82-3-111.
- IT IS, THEREFORE, BY THE COMMISSION ORDERED: That the applications of Vess Oil Corporation ("Vess"), for an exception to the 10-year limitation for temporary abandonment ("TA") status for the above-captioned wells is granted for the next three (3) years

without filing further applications for extensions for the Pierpoint A 100W well. The application as it pertains to the Adsit A 25 well is granted for the next three (3) years subject to the condition that it successfully pass a mechanical integrity test, within the next sixty (60) days. The Commission further orders that Vess must continue to file yearly TA applications for the above-captioned wells pursuant to the provisions of K.A.R. 82-3-111.

Any party affected by this Order may file with the Commission a petition for reconsideration pursuant to K.S.A. 77-529(a). Such petition shall be filed within fifteen (15) days after service of this Order and must state the specific grounds upon which relief is requested. This petition for reconsideration shall be filed with the Executive Director of the Conservation Division, Finney State Office Building, 130 S. Market, Room 2078, Wichita, Kansas 67202-3802.

The Commission retains jurisdiction of the subject matter and the parties for the purpose of entering such further Order or Orders as from time-to-time it may deem proper.

BY THE COMMISSION IT IS SO ORDERED.

Wright, O	Chmn.; Harkins, Com., Loyd, Com. MAY 1 7 2010	Susan Laly (197)
		Susan K. Duffy Executive Director
Date Mai	led: 5/18/10	
DAU		

CERTIFY THE ORIGINAL
COPY IS ON FILE WITH
The State Corporation Commission

Jusan Lalyffy

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CERTIFICATE OF SERVICE

I hereby certify that on 5/18/15, I caused a true and correct copy of the foregoing "Order Granting Applications" to be served by placing the same in the United States mail, postage prepaid, to the following parties:

Casey Coats Vess Oil Corporation 1700 Waterfront Parkway, Building 500 Wichita, KS 67206

Greg L. Bauer Bauer, Pike & Johnson, Chtd. 1310 Kansas, P.O. Drawer 1349 Great Bend, Kansas 67530 Attorney for Vess Oil Corporation

Jeff Klock KCC District #2 Office 3450 N. Rock Road Building 600, Suite 601 Wichita, Kansas 67226

Ryan A. Hoffman Litigation Counsel

Kansas Corporation Commission