

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

058253

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name:			License Number:			
Operator Address:						
Contact Person:			Phone Number:			
Lease Name & Well No.:			Pit Location (QQQQ):			
Type of Pit:	Pit is:		·			
Emergency Pit Burn Pit	Proposed Existing If Existing, date constructed: Pit capacity:		SecTwp R			
Settling Pit Drilling Pit			Feet from North / South Line of Section			
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)			Feet from East / West Line of Section			
	(bbls)		County			
Is the pit located in a Sensitive Ground Water Area? Yes No		No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)			
Is the bottom below ground level?	Artificial Liner?		How is the pit lined if a plastic liner is not used?			
Yes No	Yes N	No .				
Pit dimensions (all but working pits):	Length (fe	et)	Width (feet) N/A: Steel Pits			
	om ground level to dee					
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.				
,						
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water feet. Source of information:				
feet Depth of water wellfeet		measured well owner electric log KDWR				
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:				
Producing Formation:		Type of material utilized in drilling/workover:				
Number of producing wells on lease:		Number of working pits to be utilized:				
Barrels of fluid produced daily:		Abandonment procedure:				
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.				
Submitted Electronically						
KCC OFFICE USE ONLY Liner Steel Pit RFAC RFAS						
Date Received: Permit Num	her:	Parmi	t Date: Lease Inspection:Yes No			

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607	DICDOCAL	AND DIT	CONTENTS.
8/5-DU/	DISPUSAL		COMITMIS

- (a) Each operator shall perform one of the following when disposing of dike or pit contents:
 - (1) Remove the liquid contents to a disposal well or other oil and gas operation approved by the commission or to road maintenance or construction locations approved by the department;
 - (2) dispose of reserve pit waste down the annular space of a well completed according to the alternate I requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drilling and completion of the well; or
 - (3) dispose of the remaining solid contents in any manner required by the commission. The requirements may include any of the following:
 - (A) Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-602 (f);
 - (B) removal and placement of the contents in an on-site disposal area approved by the commission;
 - (C) removal and placement of the contents in an off-site disposal area on acreage owned by the same landowner or to another producing lease or unit operated by the same operator, if prior written permission from the landowner has been obtained; or
 - (D) removal of the contents to a permitted off-site disposal area approved by the department.
- (b) Each violation of this regulation shall be punishable by the following:
 - (1) A \$1,000 penalty for the first violation;
 - (2) a \$2.500 penalty for the second violation; and
 - (3) a \$5,000 penalty and an operator license review for the third violation.

Complete and return with Haul-Off Pit Application, Form CDP1(2004)

Haul-off pit will be located in an on-site disposal area: \square Yes \square No
Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner: \square Yes \square No If yes, written permission from the land owner must be obtained. Attach writte permission to haul-off pit application.
Haul-off pit is located in an off-site disposal area on another producing lease or unit operated by the same operator: \square Yes \square No If yes, written permission from the land owner must be obtained. Attachermission and a copy of the lease assignment that covers the acreage where the haul-off pit is to blocated, to the haul-off pit application.

Iuka Carmi Development LLC

PO Box 907

Pratt, Kansas 67124

(620)672-9571

$a \mathcal{L}_{q'}(igcap_{\ell})$ give permission to luka Carmi Development LLC to	use the following location W2-SW-SE Sec 23 Twp. 31 R. 12 W for a Haul Off Pit Location for the	Drilling of a well on the Stone Lease location.
Chad lar	se the following locat	villing of a well on the

Date

Signed

Witnessed

Date

RICHARD N. RALEIGH Attorney at Law P.O. Box 248 Medicine Lodge, Kansas 67104 rraleigh@sctelcom.net FAX #620-886-5020 Phone #620-886-5646

June 12, 2006

Pratt Well Service P. O. Box 847 Pratt, Kansas 67124

Kansas Barber County, Pike Family Bypass Trust, Re:

Gentlemen:

d appreciate your issuing division after May 31, 2006 can he of the Mineral Deed wherein copy I would Pike Family Bypass Trust minerals in the property that production d enclosing Ptaricia Cargill. am orders so them.

Yours truly,

Richard MX Raleigh Attorney at Law

RNR/ljg

Enclosure

cc: Mr. & Mrs. Chad Cargill 8600 NE Isabel Road Isabel, Kansas 67065

MINERAL DEED

On this <u>26</u> day of May, 2006, **DAVID NORMAN McCUAN**, Trustee of the Pike Family Bypass Trust dated December 16, 2000, and **JOANNE PIKE**, individually and as Trustee convey all of the interests of said trusts and themselves as individuals in and to the minerals in, under and appurtenant to the following described property located in Barber County, Kansas, to CHAD CARGILL and PATRICIA CARGILL, his wife: day of May, 2006, DAVID NORMAN McCUAN, Trustee of the Pike Family of the Pike Family Trust dated June 3, 1982, as amended and restated on March 29, 1999,

SW/4) of Section Fourteen (14) and all of Section Fifteen (15) and the East Half of the East Half (É/2 E/2) of Section Twenty-two (22) and the West Half of the Northwest Quarter (W/2 NW/4) and the Southeast Quarter of the Northwest Quarter (SE/4 NW/4) and the Half (E/2 W/2) of Section Twenty-six (26) and the Northwest Quarter of the Northeast Quarter (NW/4 NE/4) of Section Twenty-seven (27), Township Thirty-one (31) South, Southwest Quarter (SW/4) and the Southwest Quarter of the Southeast Quarter (SW/4 SE/4) of Section Twenty-three (23) and the East Half (E/2) and the East Half of the West The South Half of the Southeast Quarter (S/2 SE/4) and the South Half of the Southwest Quarter (S/2 SW/4) of Section Ten (10) and the West Half of the Southwest Quarter (W/2 Range Twelve (12) West of the 6th Principal Meridian,

for the sum of One Dollar and Other Valuable Consideration.

Questionnaire Validation Estate a Real Estat Exception No. Real 79-1437 due to F to K.S.A. ?required 7 Pursuant

David Norman McCuan, Trustee of the Pike Family Bypass Trust dated December 16, 2000.

Joanne Pike, Individually and as Trustee of the Pike Family Trust dated June 3, 1982 (as amended and restated on March 29, 1999)

State of Kansas, Barber Co., SS

This Instrument was filed for record on the 3L day of Cook 12.02 o'clock 14.1. and duly recorded in book 309 on page 189



State of California)

County of Alameda)

on the instrument, the person(s), or the entity upon behalf of which the person(s) acted, subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies) and that by his/her/their signature(s) David Norman McCuan and Joanne Pike, personally known to me (or proved to me On May 26, 2006, before me, Shirley M. Noble, notary public, personally appeared on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are executed the instrument.

WITNESS my hand and official seal.

hirley M. Moble, Notary Public

My commission expires: 09-08-2006

SHIRLEY M. NOBLE
Commission # 1373554
Sommission # 1373554
Alameda County
Alameda County
My Comm. Expires Sep 8, 2006

Seal)

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner

June 24, 2011

Kenny C. Gates Iuka-Carmi Development LLC PO BOX 847 PRATT, KS 67124-0847

Re: Haul-Off Pit Application Stone 1-24 Sec.23-31S-12W Barber County, Kansas

Dear Kenny C. Gates:

District staff has inspected the above referenced location and has determined that the Haul-Off pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level and the free fluids must be removed. The fluids are to be removed from the Haul-Off pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the Haul-Off pit has occurred. The fluids should be removed again as soon as practical after drilling operations have ceased.

NO completion fluids or non-exempt wastes shall be placed in the Haul-Off pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, through KOLAR within 30 days of fluid removal.

If you have any questions or concerns please feel free to contact the District Office at (620) 225-8888.