

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form must be Typed

Form CDP-1 May 2010

APPLICATION FOR SURFACE PIT

Submit in Dunlicato

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		SecTwp R East West	
Settling Pit Drilling Pit	If Existing, date constructed:		Feet from North / South Line of Section	
Workover Pit Haul-Off Pit			Feet from East / West Line of Section	
(If WP Supply API No. or Year Drilled) Pit capacity:		(bbls)	(bbls)	
		Chloride concentration: mg/l		
Is the pit located in a Sensitive Ground Water Area?			(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?	
			Width (feet)	N/A: Steel Pits
Pit dimensions (all but working pits):Length (feet) Depth from ground level to deepest				No Pit
			dures for periodic maintenance cluding 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 p	procedure:		
Does the slope from the tank battery allow all s flow into the pit?	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	ber:	Permi	t Date: Leas	se Inspection: Yes No

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607. DISPOSAL OF DIKE AND PIT CONTENTS.

- (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: \Box Yes \Box No

Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner:

 \Box Yes \Box No If yes, written permission from the land owner must be obtained. Attach written 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: \Box Yes \Box No If yes, written permission from the land owner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be located, to the haul-off pit application.



LETTER OF AGREEMENT

July 31, 2014

Kurt Rugan 618 SE 110 Ave Ellinwood, KS 67526

L. D. Drilling "Ellinwood Land & Cattle, Inc. #1-24" Lease Re: NE SW NW SE Section 24-20-14 Barton Co., Kansas

Dear Mr. Rugan

This letter is to confirm the agreement which we have with you relating to the use of portion of the above described lease, which is located on your property.

L. D. Drilling, Inc. will be drilling the "Rugan Farms #2-24" well in the near future, located in Section NE/4 24-20-14, Barton Co., KS. Our agreement calls for L. D. Drilling, Inc. to be able to use your property which is described above and on which we have a planned lease. We will use a portion of your property as a haul-off pit for the drilling mud which will be produced from the new "Rugan Farms #2-24" well.

It is understood that this drilling mud will be moved onto your property during the month of August, 2014. L. D. Drilling, Inc. will be responsible for all expenses in connection with this matter, and will place the haul-off pit in an agreed location on your property.

If this letter agreement sets forth our understanding for our use of a portion of the above described property, please sign where indicated and return to our office.

ACCEPTED AND APPROVED

L. D. DRILLING, INC.

Bessie DeWerff, sec/treas

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/

Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Pat Apple, Commissioner Sam Brownback, Governor

August 05, 2014

L. D. DAVIS L. D. Drilling, Inc. 7 SW 26TH AVE GREAT BEND, KS 67530-6525

Re: Drilling Pit Application RUGAN FARMS 2-24 Sec.24-20S-14W Barton County, Kansas

Dear L. D. DAVIS:

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 within 72 hours 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 (785) 625-0550 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 (785) 625-0550.