KOLAR Document ID: 1377679

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

July 2017 Form must be Typed Form must be signed

# TEMPORARY ABANDONMENT WELL APPLICATION

All blanks must be complete

Phone 620.902.6450

Phone 785.261.6250

OPERATOR: License#				API No. 15-							
Name:					Spot Description:						
Address 1:					•		R 🗌 E 🔲 W				
						feet from N	I / S Line of Section				
Address 2:					feet from E / W Line of Section						
					GPS Location: Lat:, Long:						
Phone:( )							□GL □KB				
Contact Person Email:				County:							
				Well Type: (check one) Oil Gas OG WSW Other:							
Field Contact Person:					SWD Permit #: ENHR Permit #:						
rield Contact Ferson Frion	6.()			Gas Storage Permit #:							
				Spud Date:		Date Shut-In:					
	Conductor	Surface	Pr	oduction	Intermediate	Liner	Tubing				
Size											
Setting Depth											
Amount of Cement											
Top of Cement											
Bottom of Cement											
Casing Fluid Level from Su	rface:	How	Determined?	)		r	Jato:				
Casing Squeeze(s):	(bottom)			(top)	(bottom)	00010 01 001110111. 1	<u> </u>				
Do you have a valid Oil & G	Sas Lease? Yes	No									
Depth and Type:	in Hole at [	Tools in Hole at	Ca	sing Leaks:	Yes No Depth o	f casing leak(s):					
							sack of cement				
Packer Type:						( a p a y					
Total Depth:	Plug Ba	ck Depth:		Plug Back Meth	od:						
Geological Date:											
Formation Name	Formation	Top Formation Base			Completion Ir	nformation					
1	•			oration Interval to Feet or Open Hole Interval to Feet							
2				rforation Interval to Feet or Open Hole Interval toFeet							
IINDED DENALTY OF DE	O IIIDV I LIEDEDV ATTE	ECT TUAT TUE INCOC	MATION CO	NITAINED HEE	EIN ICTUIE AND COD	DECTTO THE DEST	OE MA KNOMI EDGE				
		Subm	itted Ele	ctronicall	y						
Do NOT Write in This Space - KCC USE ONLY	Date Tested:		Results:		Date Plugged:	Date Repaired: Date	te Put Back in Service:				
Space - NOO OOL ONLI		_									
Review Completed by:			Comr	nents:							
TA Approved: Yes	Denied Date:										
		Mail to the A	Appropriate	KCC Conserv	vation Office:						
Stepper State State State State State State States	KCC Distr	KCC District Office #1 - 210 E. Frontview, Suit			ty, KS 67801		Phone 620.682.7933				
	KCC Disti	KCC District Office #2 - 3450 N. Rock Road,			Suite 601, Wichita, KS 6	7226	Phone 316.337.7400				

KCC District Office #3 - 137 E. 21st St., Chanute, KS 66720

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

# KCC OIL/GAS REGULATORY OFFICES

Date:		District:			Case #	<b>#:</b>		
		<b>New Situation</b>			Lease Inspection			
		Respon	nse to Request		Complain	t		
		Follow	Follow- <del>Up</del>		Field Rep			
Operator License No:		API Well Nu	umber:					
Op Name:		Spot:		Sec	Twp	_S Rng _	E / W	
Address 1:					Feet from	<b>N</b> /	S Line of Section	
Address 2:							W Line of Section	
City:				Long:		Date:	:	
State: Z	ip Code:	Lease Name	<b>:</b>			Well #: _		
Operator Phone #:								
Reason for Investigation:								
Problem:								
Persons Contacted:								
Findings:								
r manigs.								
Action/Recommendations:		Follow Up Required	Yes	No	Date:			
Verification Sources:					-	Photos	Taken:	
RBDMS	KGS	TA Program						
T-I Database	District Files	Courthouse	By:					
Other:								

Retain 1 Copy District Office Send 1 Copy to Conservation Division

Form: \_\_\_\_\_

Date:		_	District:			Li	cense #:		
Op Name:			Spot:		Sec	Twp _	S Rng	E /	$\mathbf{W}$
County:				me:		· · · · · · · · · · · · · · · · · · ·	Well #:		
I.D. Sign Yes	No			Gas Venting	Yes	No			
Tank Battery Con Condition: Good	dition Questional	ole Overflow	ing	Pits Fluid Depth:	ft;	Approx. S	Size:ft. x		ft.
Pits, Injection Site		Size:ft.	xft.	Saltwater P Leaks Visible	_	N	Tested for Leaks:	Y	N
Oil Spill Evidence				Flowing Ho	les				
Abandoned Well	Potential Polls	ution Problem	Yes No	TA Wells					
Lease Cleanliness				Monitoring	Records				
Very Good	Satisfactory	Poor Very	Bad						
SWD/ER Injection We		No		Gauge Connect	ions Y	res No	)		
Permit #: 1			horized: psi	_			; C/SP Ann	ulus:	
Permit #: I	Pressure – Actu	al: psi; Aut	horized: psi	Tubing:	; T/C	Annulus: _	; C/SP Ann	ulus:	
Permit #: 1	Pressure – Actu	al: psi; Aut	horized: psi	Tubing:	; T/C	Annulus: _	; C/SP Ann	ulus:	
Permit #: 1	Pressure – Actu	al: psi; Aut	horized: psi	Tubing:	; T/C	Annulus: _	; C/SP Ann	ulus:	
API Number	Footages	Spot Location	GPS	Well #			Well Status		
									_

# THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:	Shari Feist Albrecht, ( Jay Scott Emler Pat Apple	Cha	ir
In the Matter of the Application	n of Merit Energy	)	Docket No. 15-CONS-185-CEXC
Company for an exception to the	he 10-year time	)	
limitation of K.A.R. 82-3-111 for its McHargue A-2			CONSERVATION DIVISION
well in the Northeast Quarter of	of the Southwest Quarter	)	
of Section 2, Township 33 South, Range 34 West,			License No. 32446
Seward County, Kansas.			

#### **ORDER GRANTING APPLICATION**

The above-captioned matter comes before the State Corporation Commission of the State of Kansas for consideration and determination. Having examined its files and records, and being duly advised in the premises, the Commission makes the following findings:

#### I. JURISDICTION

- 1. K.S.A. 74-623 provides that the Commission has the exclusive jurisdiction and authority to regulate oil and gas activities, with licensing authority under K.S.A. 55-155.
- 2. K.A.R. 82-3-100 provides that the Commission may grant an exception to any regulation after application and notice.
- 3. K.A.R. 82-3-111 requires wells that are inactive for more than 90 days to be plugged or approved for temporary abandonment ("TA") status. The regulations provides that wells having been shut-in for more than 10 years shall not be approved TA status without Commission approval of an application for an exception pursuant to K.A.R. 82-3-100.

#### II. FINDINGS OF FACT

4. Commission records indicate the operator is currently licensed to conduct oil and gas activities in Kansas under K.S.A. 55-155.

- 5. The above-captioned operator filed an application requesting an exception to the 10-year limit on TA status for the subject well(s).
- 6. The operator has verified that notice was properly served and published, as required under K.A.R. 82-3-135a, at least 15 days before the issuance of this Order.
  - 7. No protest was filed under K.A.R. 82-3-135b.
  - 8. The operator successfully tested the subject well(s) for mechanical integrity.
- 9. Commission Staff met internally and reviewed the application. Staff determined that the application and the mechanical integrity test(s) were sufficient to support the administrative grant of this application. Accordingly, Staff has proposed to the Commission this Order granting the application without the need for a hearing.

#### III. CONCLUSIONS OF LAW

- 10. The Commission has jurisdiction over the operator and this matter.
- 11. The application was filed in accordance with the rules and regulations of the Commission and Kansas statutes.
  - 12. Notice was properly served and published.
- 13. Based on the available facts, the Commission finds that the application should be granted to prevent waste and protect correlative rights, because the operator has demonstrated a potential future use for the well(s), and there is not a present a threat to fresh and usable water.

#### THEREFORE, THE COMMISSION ORDERS:

A. The application for an exception to the 10-year limit on TA status for the subject well(s) is granted for three years. The operator must file annual TA forms for the subject well(s). The first TA form(s) shall be filed within 30 days.

in paragraph (b)(4) that summary proceedings are not effective until the time for requesting a hearing has expired. K.S.A. 77-542 provides that a request for hearing shall be filed within 15 days of any agency notice resulting in a right to request a hearing. If service of this Order is by mail, three days are added to the deadline. Any party taking an action permitted by this

This Order is a summary proceeding pursuant to K.S.A. 77-537, which provides

summary proceeding before the deadline for requesting a hearing has expired shall be deemed to

have waived their right to a hearing pursuant to K.S.A. 77-504.

C. Any party affected by this Order may file with the Commission a petition for reconsideration pursuant to K.S.A. 77-529(a). The petition shall be filed within 15 days after service of this Order. If service of this Order is by mail, three days are added to the deadline. The petition shall be addressed to the Commission and sent to 266 N. Main, Ste. 220, Wichita, Kansas 67202. Pursuant to K.S.A. 55-606, K.S.A. 66-118b, and K.S.A. 77-529(a), reconsideration is prerequisite for judicial review of this Order. Any party taking an action permitted by this summary proceeding before the deadline for a petition for reconsideration does

so at their own risk of further proceedings.

D. The Commission retains jurisdiction of the subject matter and the parties and may

enter additional orders as it deems appropriate.

BY THE COMMISSION IT IS SO ORDERED.

Albrecht, Chair; Emler, Commissioner; Apple, Commissioner

Date: JAN 2 2 2015

Neysa Thomas
Acting Secretary

Date Mailed: 1/23

B.

1/23/2015

LRP

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

JAN 2 8 2010

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### **CERTIFICATE OF SERVICE**

I certify that on	23/	2015	, I caused a complete and accurate copy
of this Order to be served via U	Inited	l States mail,	with the postage prepaid and properly
addressed to the following:			

Stanford J. Smith, Jr.
Martin, Pringle, Oliver, Wallace & Bauer, L.L.P.
100 North Broadway, Suite 500
Wichita, Kansas 67202
Attorney for Merit Energy Company

Arlene Valliquette Merit Energy Company, LLC 13727 Noel Road Suite 1200 Dallas, Texas 75240

Stephen Pfeifer, KCC District #1 210 E. Frontview, Suite A Dodge City, KS 67801

/s/ Lane Palmateer
Lane Palmateer
Litigation Counsel
Kansas Corporation Commission

Conservation Division District Office No. 1 210 E. Frontview, Suite A Dodge City, KS 67801



Phone: 620-682-7933 http://kcc.ks.gov/

Sam Brownback, Governor

Pat Apple, Chairman Shari Feist Albrecht, Commissioner Jay Scott Emler, Commissioner

January 02, 2018

Katherine McClurkan Merit Energy Company, LLC 13727 Noel Road, Suite1200 Dallas, TX 75240

Re: Temporary Abandonment API 15-175-20526-00-00 McHargue A 2 SW/4 Sec.02-33S-34W Seward County, Kansas

#### Dear Katherine McClurkan:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

## **Shut-in Over 10 years**

Pursuant to K.A.R. 82-3-111, the well must be plugged or returned to service by January 30, 2018.

If you wish to instead file an application for an exception to the 10-year limitation of K.A.R. 82-3-111, demonstrating why it is necessary to TA the well for more than 10 years, then you must file the application for an exception by January 30, 2018.

This deadline does NOT override any compliance deadline given to you in any Commission Order.

You may contact me if you have any questions.

Sincerely, Michael Maier KCC DISTRICT 1