KOLAR Document ID: 1527878

Kansas Corporation Commission Oil & Gas Conservation Division

Form CF-111
July 2017
Form must be Typed
Form must be signed
All blanks must be complete

TEMPORARY ABANDONMENT WELL APPLICATION

ODEDATOR: License#				ADIN 45					
OPERATOR: License#			API No. 15- Spot Description:						
					Sec				
Address 1:									
									Section
City:				GPS Locat	ion: Lat:(e.g. xx.)	, Long: .	(e.g	ıxxx.xxxxx)	
Contact Person:				Datum:	NAD27 NAD83	WGS84			
Phone:()					ne:				
Contact Person Email:									
Field Contact Person:				Well Type: (check one) Oil Gas OG WSW Other: SWD Permit #: ENHR Permit #:					
Field Contact Person Phone	:()			l	orage Permit #:				
				Spud Date:	:	Date Shut-I	n:		
	Conductor	Surface	Pro	duction	Intermediate	Liner		Tubing	
Size									
Setting Depth									
Amount of Cement									
Top of Cement									
Bottom of Cement									
Do you have a valid Oil & Gi Depth and Type: Junk i Type Completion: ALT. Packer Type:	n Hole at	Tools in Hole at	w/_	sack	s of cement Port	Collar:(depth)			f cement
Total Depth:									
Geological Date:									
Formation Name	Formation 7	Top Formation Base			Completic	on Information			
1	At:	to Fee	et Perfo	ration Interval	to F	eet or Open Hole I	nterval	to	Feet
2	At:	to Fee	et Perfo	ration Interval	to F	Feet or Open Hole In	nterval	to	Feet
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		Submit	ted Ele	ctronicall	у				
Do NOT Write in This Space - KCC USE ONLY	Date Tested:	F	Results:		Date Plugged:	Date Repaired:	Date Put E	Back in Servi	ice:
Review Completed by:			Comm	nents:					_
TA Approved: Yes	Denied Date:								

Mail to the Appropriate KCC Conservation Office:

Notes been from the total gas foots and made that the total	KCC District Office #1 - 210 E. Frontview, Suite A, Dodge City, KS 67801	Phone 620.682.7933
These than the same has been seen that the same than the s	KCC District Office #2 - 3450 N. Rock Road, Building 600, Suite 601, Wichita, KS 67226	Phone 316.337.7400
The state of the s	KCC District Office #3 - 137 E. 21st St., Chanute, KS 66720	Phone 620.902.6450
Similar State Stat	KCC District Office #4 - 2301 E. 13th Street, Hays, KS 67601-2651	Phone 785.261.6250

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Susan K. Duffy, Chair

Dwight D. Keen Andrew J. French

In the matter of the application of Merit Energy Company, LLC, for an exception to the 10-year time limitation of K.A.R. 82-3-111 for its Stonestreet A 3 well in the South Half of the North Half of Section 10, Township 28 South, Range 34 West,)))))	Docket No. 20-CONS-3328-CEXC CONSERVATION DIVISION License No. 32446
Haskell County, Kansas.	_)	

ORDER GRANTING APPLICATION

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

I. JURISDICTION

- 1. The Commission has the exclusive jurisdiction and authority to regulate oil and gas activities in Kansas.¹
- 2. A well shall not be eligible for temporary abandonment (TA) status if the well has been shut in for 10 years or more without an application for an exception pursuant to K.A.R. 82-3-100 and approval by the Commission.² An exception may be granted by the Commission, after considering whether the exception will prevent waste, protect correlative rights, and prevent pollution. Each party requesting an exception shall file an application with the conservation division.³

¹ K.S.A. 74-623.

² K.A.R. 82-3-111(b).

³ K.A.R. 82-3-100(b).

II. FINDINGS OF FACT

- 3. Merit Energy Company, LLC (Operator) conducts oil and gas activities in Kansas under active license number 32446.
- 4. On June 5, 2020, Operator filed an application requesting an exception to the 10-year limit on TA status for the Stonestreet A #3-1 well (Subject Well), API #15-081-21418.⁴
- 5. Operator has verified that notice was properly served and published at least 15 days before the issuance of this Order, as required under K.A.R. 82-3-135a.
 - 6. No protest was filed under K.A.R. 82-3-135b.
- 7. On August 7, 2020, Operator successfully tested the Subject Well for mechanical integrity, indicating there is not a present threat to fresh and usable water.⁵
- 8. The Commission finds the reasons articulated in the application and the results of the mechanical integrity test sufficient to support the administrative grant of the application.

III. CONCLUSIONS OF LAW

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

⁵ To reach this finding, the Commission takes administrative notice of its records. See 82-1-230(h).

⁴ In its application, Operator calls the Subject Well the Stonestreet A #3, but the API number and location listed in the application describe what is known in Commission databases as the Stonestreet A #3-1. There is no doubt based upon its application that Operator requests approval for the Stonestreet A #3-1.

THEREFORE, THE COMMISSION ORDERS:

- A. Operator's application for an exception to the 10-year limit on TA status for the Subject Well is granted for three years, calculated from the date the application was filed.
- B. Operator must file an annual TA form for the Subject Well. The first TA form shall be filed within 30 days.
- C. Any party may file and serve a petition for reconsideration pursuant to the requirements and time limits established by K.S.A. 77-529(a)(1).6

BY THE COMMISSION IT IS SO ORDERED.

Duffy, Chair; Keen, Commissioner; French, Commissioner

Date: 08/	18/2020	Lynn M. Keg	
Date		Lynn M. Retz	
Date Mailed: _	08/18/2020	Executive Director	

KAM

⁶ K.S.A. 55-162; K.S.A. 55-606; K.S.A. 55-707; K.S.A. 77-503(c); K.S.A. 77-531(b).

CERTIFICATE OF SERVICE

${\it 20-CONS-3328-CEXC}$ I, the undersigned, certify that a true copy of the attached Order has been served to the following by means of

first class mail and electronic service on08/18/2020	·
SCOTT ALBERG, DISTRICT #1 SUPERVISOR KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 Fax: 785-271-3354 s.alberg@kcc.ks.gov	KELCEY MARSH, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 Fax: 785-271-3354 k.marsh@kcc.ks.gov
KATHERINE MCCLURKAN, REGULATORY ANALYST MERIT ENERGY COMPANY, LLC 13727 NOEL ROAD, SUITE 1200 DALLAS, TX 75240 kathy.mcclurkan@meritenergy.com	MICHELE PENNINGTON KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 Fax: 785-271-3354 m.pennington@kcc.ks.gov
STANFORD J. SMITH, JR., ATTORNEY MARTIN, PRINGLE, OLIVER, WALLACE & BAUER, LLP 645 E. DOUGLAS STE 100 WICHITA, KS 67202 Fax: 316-265-2955 sjsmith@martinpringle.com	
	/S/ DeeAnn Shupe
	DeeAnn Shupe

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



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

Laura Kelly, Governor

Susan K. Duffy, Chair Dwight D. Keen, Commissioner Andrew J. French, Commissioner

September 01, 2020

Katherine McClurkan Merit Energy Company, LLC 13727 Noel Road, Suite 1200 Dallas, TX 75240

Re: Temporary Abandonment API 15-081-21418-00-00 Stonestreet A 3-1 N/2 Sec.10-28S-34W Haskell County, Kansas

Dear Katherine McClurkan:

Your temporary abandonment (TA) application for the well listed above has been approved. In accordance with K.A.R. 82-3-111 the TA status of this well will expire 08/20/2021.

Your exception application expires on 08/20/2023.

- * If you return this well to service or plug it, please notify the District Office.
- * If you sell this well you are required to file a Transfer of Operator form, T-1.
- * If the well will remain temporarily abandoned, you must submit a new TA application, CP-111, before 08/20/2021.

You may contact me at the number above if you have questions.

Very truly yours,

Michael Maier