KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form must be signed

All blanks must be complete

TEMPORARY ABANDONMENT WELL APPLICATION

Neme		OPERATOR: License#				API No. 15					
Name:					Spot Description:						
Address 1:						Se	ec	Twp	S. R		EW
Address 2:								_ feet from _		_	
City: Zip: + Contact Person:					GPS Location: Lat:, Long:, Long:, Datum: NAD27 NAD83 WGS84						
Contact Person Email:					,			\			
Field Contact Person:					Well Type: (check one) 🗌	Oil Gas	_og _wsw	Oth	er:	
Field Contact Person Phone: (Well Type: (check one) Oil Gas OG WSW Other: SWD Permit #: ENHR Permit #:						
Theid Contact Terson Thome.)					rage Permit #: _					
					Spud Date:			Date Shut-In:			
	Conductor	Surfac	e l	Proc	duction	Intermedi	iate	Liner		Tubing	g
Size											
Setting Depth											
Amount of Cement											
Top of Cement											
Bottom of Cement											
Casing Fluid Level from Surfa	ce.		How Deterr	mined?					Date:		
Casing Squeeze(s):											
Do you have a valid Oil & Gas	Lease? Yes	No									
Depth and Type: Unk in	Hole at	Tools in Hole	e at	_ Cas	ing Leaks:	Yes No	Depth of ca	ising leak(s):			
Type Completion: ALT. I											of cement
Packer Type:								(depth)			
Total Depth:	Plug Back Depth:			P	Plug Back Method:						
Geological Date:											
Formation Name	Formation Top Formation Base				Completion Information						
1	At:	to	Feet	Perfor	ation Interval _	to	Feet or	Open Hole Inte	erval	to	Feet
2	At:	to	Feet	Perfor	ation Interval -	to	Feet or	Open Hole Inte	erval	to	Feet

Submitted Electronically

Do NOT Write in This Date Tested: Space - KCC USE ONLY		Results:	Date Plugged:	Date Repaired:	Date Put Back in Service:	
Review Completed by:		Comments:				
TA Approved: 🗌 Yes 🗌 D	Denied Date:					

Mail to the Appropriate KCC Conservation Office:

	KCC District Office #1 - 210 E. Frontview, Suite A, Dodge City, KS 67801	Phone 620.682.7933
	KCC District Office #2 - 3450 N. Rock Road, Building 600, Suite 601, Wichita, KS 67226	Phone 316.337.7400
	KCC District Office #3 - 137 E. 21st St., Chanute, KS 66720	Phone 620.902.6450
	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) Docket No. 23-CONS-3154-CEXC Company, LLC for an exception to the 10-year time limitation of K.A.R. 82-3-111 for its MLP Escue) CONSERVATION DIVISION #1-34 well in the Northwest Quarter of the Northwest Quarter of Section 34, Township 31) License No. 32446 South, Range 39 West, Stevens County, Kansas.

ORDER GRANTING APPLICATION

The Commission rules as follows:

I. JURISDICTION

1. K.S.A. 74-623 provides the Commission exclusive jurisdiction and authority to

regulate oil and gas activities in Kansas. K.A.R. 82-3-100 provides that the Commission may grant an exception to any regulation after application and notice, and after considering whether the exception will prevent waste, protect correlative rights, and prevent pollution.

2. K.A.R. 82-3-111 requires wells that are inactive for more than 90 days, or in some circumstances more than 364 days, to be plugged or approved for temporary abandonment (TA) status. Under K.A.R. 82-3-111(b), a well shall not be eligible TA status if it has been shut-in for ten or more years, unless the Commission has granted an application for a regulatory exception.

II. FINDINGS OF FACT

3. Merit Energy Company, LLC (Operator) is licensed to conduct oil and gas activities in Kansas and is responsible for the MLP Escue #1-34 well (Subject Well), API #15-189-21804.

4. On December 9, 2022, Operator filed its Application requesting an exception to the 10-year limit on TA status for the Subject Well.

5. On September 19, 2022, Operator successfully tested the Subject Well for mechanical integrity, indicating there is not a present threat to fresh and usable water.

6. Operator served and published notice at least 15 days before the issuance of this Order, as required under K.A.R. 82-3-135a. No protest was filed under K.A.R. 82-3-135b.

7. The reasons articulated in Operator's Application and the results of the mechanical integrity test are sufficient to support the administrative grant of Operator's Application.

III. CONCLUSIONS OF LAW

8. The Commission has jurisdiction over Operator and Operator's Application. Operator's Application was filed in accordance with the rules and regulations of the Commission and in accordance with Kansas statutes. Operator properly served and published notice.

9. Based on the above facts, Operator's Application should be granted. Operator has demonstrated a potential future use for the Subject Well that is preventative of waste. There is no apparent present pollution threat, and correlative rights will not be affected.

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. <u>Operator's Application is being granted via summary proceedings; thus, this</u> <u>Order does not take effect until after the time for requesting a hearing has expired.¹ Any party</u> may request a hearing on the above issues by submitting a written request setting forth the specific grounds upon which relief is sought, to the Commission at 266 N. Main, Suite 220,

¹ See K.S.A. 77-537.

Wichita, Kansas 67202, within 15 days from the date of service of this Order.² If a hearing is not requested, then this Order shall become effective upon expiration of the time for requesting hearing.³ If this Order becomes effective, then 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).⁴

BY THE COMMISSION IT IS SO ORDERED.

Duffy, Chair; Keen, Commissioner; French, Commissioner

Date: 02/07/2023

Lynn M. Ret

Lynn M. Retz Executive Director

Date Mailed: 02/07/2023

KAM

² See K.S.A. 77-542.

³ See K.S.A. 77-537.

⁴ See K.S.A. 55-606; K.S.A. 77-503(c); K.S.A. 77-531(b).

CERTIFICATE OF SERVICE

23-CONS-3154-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 on 02/07/2023

ROBYN HAYES, ADMINISTRATIVE SPECIALIST KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 r.hayes@kcc.ks.gov

KELCEY MARSH, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 k.marsh@kcc.ks.gov

STANFORD J. SMITH, JR., ATTORNEY MARTIN, PRINGLE, OLIVER, WALLACE & BAUER, LLP 645 E. DOUGLAS STE 100 WICHITA, KS 67202-3557 sjsmith@martinpringle.com MICHAEL MAIER KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 m.maier@kcc.ks.gov

KATHERINE MCCLURKAN, REGULATORY ANALYST MERIT ENERGY COMPANY, LLC 13727 NOEL ROAD, SUITE 1200 DALLAS, TX 75240 kathy.mcclurkan@meritenergy.com

KENNY SULLIVAN, DISTRICT #1 SUPERVISOR KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 k.sullivan@kcc.ks.gov

/S/ KCC Docket Room KCC Docket Room Conservation Division District Office No. 1 210 E. Frontview, Suite A Dodge City, KS 67801



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

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

February 09, 2023

Katherine McClurkan Merit Energy Company, LLC 13727 Noel Road, Suite 1200 Dallas, TX 75240-7362

Re: Temporary Abandonment API 15-189-21804-00-01 MLP Escue 1-34 NW/4 Sec.34-31S-39W Stevens 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 12/12/2023.

Your exception application expires on 12/12/2025.

* 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 12/12/2023.

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

Very truly yours,

Michael Maier