KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CP-111 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

0000 4000 44					l . <b>_</b>															
OPERATOR: License#						API No. 15-														
Name:						Spot Description:														
Address 1:																				
Address 2:       State:       Zip:       +         Contact Person:																				
																Spud Date: Date Shut-In:				
												Cond	uctor	Surface	Pro	duction	Intermediate	Liner	Tubing	
											Size	20.10		2333					9	
											Setting Depth									
											Amount of Cement									
											Top of Cement									
Bottom of Cement																				
Do you have a valid Oil & G Depth and Type:	in Hole at _	(depth) [II Depth of Size: Plug Ba  Formation  At: At:	Tools in Hole at	w/w/Inch	Set at:  Plug Back Metheration Interval	Completion I  to Fee  to Fee	Illar: w / w /	al toFeet												
Do NOT Write in This Date Tested: Results:  Space - KCC USE ONLY						Date Plugged:	Date Repaired: Date	te Put Back in Service:												
Review Completed by:				Comn	nents:															
TA Approved: Yes	Denied	Date:																		
			Mail to the Ap	propriate	KCC Conser	vation Office:														
Dayer Spine Steen Steen Steen Steen Steel See See Spine Steel		KCC Dist	rict Office #1 - 210 E. Fro	ity, KS 67801		Phone 620.682.7933														
		KCC District Office #2 - 3450 N. Rock Road, Building 600, Suite 601, Wichita, KS 67226																		

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

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

# THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Dwight D. Keen, Chair

Susan K. Duffy Andrew J. French

In the matter of the application of Merit Energy	)	Docket No. 22-CONS-3269-CEXC
Company, LLC, for an exception to the 10-year	)	
time limitation of K.A.R. 82-3-111 for its	)	CONSERVATION DIVISION
Stevens C #3 well in the South Half of the	)	
Northwest Quarter of the Northwest Quarter of	)	License No. 32446
Section 13, Township 30 South, Range 32	)	
West, Haskell 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 Stevens C #3 well (Subject Well), API #15-081-21890.
- 4. On January 13, 2022, Operator filed its Application requesting an exception to the 10-year limit on TA status for the Subject Well.

- 5. On March 2, 2022, Operator successfully tested the Subject Well for mechanical integrity, indicating there is not a present threat to fresh and usable water.<sup>1</sup>
- 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. Operator's Application is being granted via summary proceedings; thus, this Order does not take effect until after the time for requesting a hearing has expired.<sup>2</sup> Any party 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,

<sup>&</sup>lt;sup>1</sup> To reach this finding, the Commission takes administrative notice of its records. See 82-1-230(h).

<sup>&</sup>lt;sup>2</sup> See K.S.A. 77-537.

Wichita, Kansas 67202, within 15 days from the date of service of this Order.<sup>3</sup> If a hearing is not

requested, then this Order shall become effective upon expiration of the time for requesting

hearing.4 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).5

BY THE COMMISSION IT IS SO ORDERED.

Keen, Chair; Duffy, Commissioner; French, Commissioner

Date: 04/05/2022

Lynn M. Reg Lynn M. Retz

**Executive Director** 

Date Mailed: <u>04/05/2022</u>

**KAM** 

<sup>&</sup>lt;sup>3</sup> See K.S.A. 77-542.

<sup>&</sup>lt;sup>4</sup> See K.S.A. 77-537.

<sup>&</sup>lt;sup>5</sup> See K.S.A. 55-606; K.S.A. 77-503(c); K.S.A. 77-531(b).

# **CERTIFICATE OF SERVICE**

#### 22-CONS-3269-CEXC

I, the undersigned, certify that a true copy	y of the attached Order has be	een served to the following by means of
first class mail and electronic service on	04/05/2022	

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

MICHELE PENNINGTON
KANSAS CORPORATION COMMISSION
DISTRICT OFFICE NO. 1
210 E. FRONTVIEW SUITE A
DODGE CITY, KS 67801
m.pennington@kcc.ks.gov

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

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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

May 16, 2023

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

Re: Temporary Abandonment API 15-081-21890-00-01 Stevens C 3 NW/4 Sec.13-30S-32W 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 04/25/2024.

Your exception application expires on 04/25/2025.

- \* 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 04/25/2024.

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

Very truly yours,

Michael Maier