KOLAR Document ID: 1738504

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

ODEDATOR: License#				ADIN- 45				
OPERATOR: License# Name:				API No. 15- Spot Description:				
					•		R DE W	
Address 1:							N / S Line of Section	
Address 2:							E / ☐W Line of Section	
City:				GPS Location: Lat:, Long:				
Contact Person:				Datum:	NAD27 NAD83 NAD83	WGS84		
Phone:()					County: Elevation: GL KB Lease Name: Well #:			
Contact Person Email:				Well Type: (check one) Oil Gas OG WSW Other: SWD Permit #: ENHR Permit #:				
Field Contact Person:								
Field Contact Person Phone: ()				orage Permit #:			
				Spud Date		Date Shut-In:		
	Conductor	Surface	Pro	oduction	Intermediate	Liner	Tubing	
Size							- I starting	
Setting Depth								
Amount of Cement								
Top of Cement								
Bottom of Cement								
Casing Squeeze(s):	Lease? Yes Hole at (depth) ALT. II Depth (Size: Plug Ba Formation At: At:	Top Formation Base to to Ference That The INFORM	et Perfo	sack Set at: Plug Back Metheration Interval	Yes No Depth of soft cement Port Corporation I Completion I to Fee to Fee	of casing leak(s): w Illar: w (depth) w Information t or Open Hole Intervited to or Open Hole Intervited in the control of the	sack of cement sack of cement sal to Feet sal to Feet	
Do NOT Write in This Date Tested: Results: Space - KCC USE ONLY				Date Plugged:	Date Repaired: Da	ite Put Back in Service:		
Review Completed by:			Comr	nents:				
TA Approved: Yes	Denied Date:							
		Mail to the Ap	propriate	KCC Conser	vation Office:			
There had been the like but had been made to	KCC Dist	rict Office #1 - 210 E. Fr	ontview, Su	ite A, Dodge C	ity, KS 67801		Phone 620.682.7933	
	KCC Dist	rict Office #2 - 3450 N.	Rock Road.	Building 600.	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

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Andrew J. French, Chairperson

Dwight D. Keen Annie Kuether

In the matter of the application of Merit Energy) Docket No. 24-CONS-3118-CEXC
Company, LLC, for an exception to the 10-year)
time limitation of K.A.R. 82-3-111 for its Staley) CONSERVATION DIVISION
A #2 well in the Northwest Quarter of the)
Southwest Quarter of the Southeast Quarter of the) License No. 32446
Southwest Quarter of Section 27, Township 25)
South, Range 32 West, Finney 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 Staley A #2 well (Subject Well), API #15-055-22235.
- 4. On October 12, 2023, Operator filed an Application requesting an exception to the 10-year limit on TA status for the Subject Well.

- 5. On November 7, 2023, Operator successfully tested the Subject Well for mechanical integrity, indicating there is not a present threat to fresh and usable water.¹
- 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.² 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,

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

² See K.S.A. 77-537.

Wichita, Kansas 67202, within 15 days from the date of service of this Order.³ 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.

French, Chairperson; Keen, Commissioner; Kuether, Commissioner

Date:	11/21/2023	Lynn M. Ref
		Lynn M. Retz
		Executive Director

Date Mailed: ____11/21/2023

KAM

³ See K.S.A. 77-542.

⁴ See K.S.A. 77-537.

⁵ See K.S.A. 55-606; K.S.A. 77-503(c); K.S.A. 77-531(b).

CERTIFICATE OF SERVICE

24-CONS-3118-CEXC

24-00N0-3	OTTO-GEAG
I, the undersigned, certify that a true copy of the attached first class mail and electronic service on	Order has been served to the following by means of
MICHAEL MAIER KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 m.maier@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
KATHERINE MCCLURKAN, REGULATORY ANALYST MERIT ENERGY COMPANY, LLC 13727 NOEL ROAD, SUITE 1200 DALLAS, TX 75240 kathy.mcclurkan@meritenergy.com	ROBYN STALKFLEET, ADMINISTRATIVE SPECIALIST KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 r.stalkfleet@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	ZACH K. WIGGINS MARTIN, PRINGLE, OLIVER, WALLACE & BAUER, LLI 645 E. DOUGLAS STE 100 WICHITA, KS 67202-3557 zkwiggins@martinpringle.com

/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/

Laura Kelly, Governor

Andrew J. French, Chairperson Dwight D. Keen, Commissioner Annie Kuether, Commissioner

11/22/2023

Katheine McClurkan Merit Energy Company, LLC 13727 NOEL RD STE 1200 DALLAS, TX 75240

Re: Temporary Abandonment API 15-055-22235-00-00 Staley A 2 SW/4 Sec.27-25S-32W Finney County, Kansas

Dear Katheine 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 10/12/2024.

Your exception application expires on 10/12/2026.

- * 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 10/12/2024.

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

Very truly yours,

Michael Maier