

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form CDP-1
April 2004
Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: <u>r.c. Taylor Companies, Inc.</u>		License Number: <u>30161</u>
Operator Address: <u>5661 North Classen Blvd., Oklahoma City, OK 73118</u>		
Contact Person: <u>Mike Taylor</u>		Phone Number: <u>405-840-2700</u>
Lease Name & Well No.: <u>Adams #3-31</u>		Pit Location (QQQQ): <u>W2 - W2 - SE - SW</u>
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input checked="" type="checkbox"/> Settling Pit <input type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input checked="" type="checkbox"/> Haul-Off Pit <small>(If WP Supply API No. or Year Drilled)</small>	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: <u>5,000</u> (bbls)	Sec. <u>30</u> Twp. <u>34</u> R. <u>30</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <u>660</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <u>1,500</u> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section <u>Meade</u> County
Is the pit located in a Sensitive Ground Water Area? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		Chloride concentration: <u>3,500</u> mg/l <small>(For Emergency Pits and Settling Pits only)</small>
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used? <u>Packed with native clay.</u>
Pit dimensions (all but working pits): <u>100</u> Length (feet) <u>100</u> Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: <u>4</u> (feet) <input type="checkbox"/> No Pit		
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.
Distance to nearest water well within one-mile of pit <u>2000</u> ¹²⁹² feet Depth of water well <u>340</u> ⁴⁰⁰ feet		Depth to shallowest fresh water <u>150</u> ¹⁵² feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input checked="" type="checkbox"/> KDWR
Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: <u>Fresh Drilling Mud</u> Number of working pits to be utilized: <u>2</u> Abandonment procedure: <u>Haul off displacement and backfill after contents have dried.</u> Drill pits must be closed within 365 days of spud date.
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.		
<u>4/23/08</u> Date	<u>William M. Taylor</u> Signature of Applicant or Agent	RECEIVED APR 28 2008 KCC WICHITA

KCC OFFICE USE ONLY

Steel Pit

RFAC RFAS

Date Received: 4/23/08 Permit Number: 15-119-21209-000 Permit Date: 5/2/08 Lease Inspection: Yes No

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202



*Kathleen Sebelius, Governor
Thomas E. Wright, Chairman
Michael C. Moffet, Commissioner
Joseph F. Harkins, Commissioner*

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607. DISPOSAL OF DIKE AND PIT CONTENTS.

- (a) Each operator shall perform one of the following when disposing of dike or pit contents:
- (1) Remove the liquid contents to a disposal well or other oil and gas operation approved by the commission or to road maintenance or construction locations approved by the department;
 - (2) dispose of reserve pit waste down the annular space of a well completed according to the alternate requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drilling and completion of the well; or
 - (3) dispose of the remaining solid contents in any manner required by the commission. The requirements may include any of the following:
 - (A) Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-602 (f);
 - (B) removal and placement of the contents in an on-site disposal area approved by the commission;
 - (C) removal and placement of the contents in an off-site disposal area on acreage owned by the same landowner or to another producing lease or unit operated by the same operator, if prior written permission from the landowner has been obtained; or
 - (D) removal of the contents to a permitted off-site disposal area approved by the department.
- (b) Each violation of this regulation shall be punishable by the following:
- (1) A \$1,000 penalty for the first violation;
 - (2) a \$2,500 penalty for the second violation; and
 - (3) a \$5,000 penalty and an operator license review for the third violation.

Complete and return with Haul-Off Pit Application, Form CDP1(2004)

Haul-off pit will be located in an on-site disposal area: Yes No

Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner:

Yes No If yes, written permission from the landowner must be obtained. Attach written permission to haul-off pit application.

Haul-off pit is located in an off-site disposal area on another producing lease or unit operated by the same operator: Yes No If yes, written permission from the landowner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be located, to the haul-off pit application.



*Kathleen Sebelius, Governor
Thomas E. Wright, Chairman
Michael C. Moffet, Commissioner
Joseph F. Harkins, Commissioner*

May 1, 2008

Mr. Mike Taylor
R.C. Taylor Companies, Inc.
5661 North Classen Blvd.
Oklahoma City, OK 73118

Re: Drilling Pit Application
Adams Lease Well No. 3-31
NW/4 Sec. 31-34S-30W
Meade County, Kansas

Dear Mr. Taylor:

District staff has inspected the location and has determined that an unsealed condition will present a pollution threat to water resources. District staff has instructed that no earthen pits are to be used at the location. Steel pits are to be used.

This office has received the haul-off pit application located in SW/4 Sec. 30-34S-30W, Meade County, Kansas. District staff has determined that the pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and **contact the district office after the pit has been dug**. The free fluids must be removed. The fluids are to be removed from the haul-off pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the haul-off pit has occurred. The fluids should be removed again as soon as practical after haul-off operations have ceased.

NO completion fluids or non-exempt wastes shall be placed in the haul-off pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when fluids have been removed. Please file form CDP-5, Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill.

If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely,

Kathy Haynes
Environmental Protection and Remediation Department

cc: district

John Adams

Memo

To: Kansas Corporation Commission
From: John Adams
CC: Mike Taylor, r.c. Taylor Companies, Inc.
Date: April 29, 2008
Re: Adams #3 -- Offsite Reserve Pit

As surface owner of the SW/4 Section 30-34S-30W, Meade County, Kansas as well as the drill site location for the proposed Adams #3 well in the NW/4 Section 31-34S-30W, Meade County, Kansas, I hereby authorize r.c. Taylor Companies, Inc. to locate an off-site reserve pit in the W/2 W/2 SE/4 SW/4 of Section 30-34S-30W, Meade County, Kansas. If you should have any questions please contact me at (620)621-4017.

Sincerely,



John Adams

John Adams

Memo

To: Kansas Corporation Commission
From: John Adams
CC: Mike Taylor, r.c. Taylor Companies, Inc.
Date: April 29, 2008
Re: Adams #3 - Offsite Reserve Pit

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Sincerely,



John Adams

r.c. TAYLOR COMPANIES, INC.

FAX TRANSMISSION

r.c. Taylor Companies, Inc.
5661 N. Classen Blvd.
Oklahoma City, OK 73118
(405) 840-2700
Fax: (405) 840-2704

To: Kathy

Date: 5/1/08

Fax #: (316) 337-6232

Pages: 4, including this cover sheet

From: Mike Taylor

Subject: Intent to Drill - CDP1 & Surface
Owner Letter.

CONFIDENTIALITY NOTE: The documents accompanying this telefax transmission contain information belonging to r.c. Taylor Companies, Inc. that is confidential and legally privileged. The information is intended only for the use of the individual or entity named above. If you are not the intended recipient, you are hereby notified that any examination, disclosure, copying, or distribution of the contents of the telecopied information is strictly prohibited. If you have received this telefax in error, please immediately notify the person identified above by collect telephone call to arrange for return of the original documents at our expense.

COMMENTS: Kathy - please call me if you
have any questions. We are moving into
location on Tuesday or Wednesday of next
week, so your immediate attention is very
much appreciated. I am sending the originals
in the mail today.

Thanks,
Mike Taylor