

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1052308

Form CDP-1 May 2010 Form must be Typed

## **APPLICATION FOR SURFACE PIT**

Submit in Duplicate

Operator Name: OXY USA Inc.			License Number: 5447			
Operator Address: 5 E GREENWAY PLZ PO BOX 27570 HOUSTON TX 77227						
Contact Person: LAURA BETH HICKERT			Phone Number: 620-629-4253			
Lease Name & Well No.: JAMES OPERATING UNIT A-8			Pit Location (QQQQ):			
Type of Pit:  Emergency Pit Burn Pit  Settling Pit Drilling Pit  Workover Pit X Haul-Off Pit (If WP Supply API No. or Year Drilled)  Is the pit located in a Sensitive Ground Water A  Is the bottom below ground level?  X Yes No  Pit dimensions (all but working pits):	Artificial Liner?  Yes X No  BENTONITE AND CUTTINGS  125  Length (feet)  125  Width (feet)  N/A: Steel Pits  th from ground level to deepest point:  Describe procedures for periodic maintenance and determining					
Distance to nearest water well within one-mile o	f pit:	Depth to shallo Source of infor	Lummid Lummid			
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	Drilling, Workover and Haul-Off Pits ONLY:			
Producing Formation:	<u>.</u>	Type of material utilized in drilling/workover: FRESH WATER MUD				
Number of producing wells on lease:		Number of working pits to be utilized:2				
Barrels of fluid produced daily:		Abandonment procedure: EVAPORATION AND BACKFILL				
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.				
Submitted Electronically						
CC OFFICE USE ONLY  Liner Steel Pit RFAC RFAS  Date Received: 03/14/2011 Permit Number: 15-081-21930-00-00 Permit Date: 03/17/2011 Lease Inspection: Yes No						

# Kansas Corporation Commission Oil & Gas Conservation Division

# 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 I 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 v	iolation of this regulation shall be punishable by the following:				
	(1) (2) (3)	a \$2,50	00 penalty for the first violation; 00 penalty for the second violation; and 00 penalty and an operator license review for the third violation.				
Comple	te a	nd retu	urn with Haul-Off Pit Application, Form CDP1(2004)				
Haul-off	pit v	vill be lo	ocated in an on-site disposal area: 🗹 Yes 🗆 No				
□Yes	$\square$ N	lo If	ed in an off-site disposal area on acreage owned by the same landowner: yes, written permission from the land owner must be obtained. Attach written off pit application.				
Haul-off	pit is	s locate	ed in an off-site disposal area on another <b>producing</b> lease or unit operated by the				

same operator: Yes No If yes, written permission from the land owner 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.

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



phone: 316-337-6200 fax: 316-337-6211 http://kcc.ks.gov/

Thomas E. Wright, Chairman Ward Loyd, Commissioner

Corporation Commission

Sam Brownback, Governor

March 17, 2011

LAURA BETH HICKERT OXY USA Inc. 5 E GREENWAY PLZ PO BOX 27570 HOUSTON, TX 77227-7570

Re: Haul-Off Pit Application

JAMES OPERATING UNIT A-8

Sec.16-30S-33W

Haskell County, Kansas

#### Dear LAURA BETH HICKERT:

District staff has inspected the above referenced location and has determined that the Haul-Off pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the Haul-Off pit within 96 hours of completion of drilling operations.

## 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 the fluids have been removed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, through KOLAR within 30 days of fluid removal.

If you have any questions or concerns please feel free to contact the District Office at (620) 225-8888.