

Conservation Division
266 N. Main St., Ste. 220
Wichita, KS 67202-1513



Phone: 316-337-6200
Fax: 316-337-6211
<http://kcc.ks.gov/>

Jay Scott Emler, Chairman
Shari Feist Albrecht, Commissioner
Pat Apple, Commissioner

Sam Brownback, Governor

July 27, 2016

Carrie Exploration & Development LLC
1611 Copper Creek Ct
Hays, KS 67601

**Re: Max Wells C-1
NW/4 Sec. 35-20S-10W
Rice County, Kansas
15-159-22818-00-00
Closure of Drill Pit - Extension of Time Unavailable**

Operator:

A review of your recent correspondence and/or our files indicates that the referenced pit remains open, and that a further extension of time to close the pit is not available to you. The pit is or was required to be closed by August 13, 2016.

If you wish to obtain an exception to K.A.R. 82-3-602, you will need to file a formal application and publish notice under K.A.R. 82-3-100. Note that the application may or may not be granted. You may contact our legal department if you have questions about that process.

If the referenced pit is not closed along with a Surface Pit Closure ("CDP-4") Form submitted, or alternatively if a formal application has not been filed, by **September 13, 2016**, staff may make a penalty recommendation to the Commission, which may result in a monetary fine.

You are welcome to contact me with any questions, by either calling the phone number at the top of the page or emailing me at k.haynes@kcc.ks.gov.

Sincerely,

Kathy Haynes
Conservation Division
Kansas Corporation Commission

Denied

CARRIE EXPLORATION & DEVELOPMENT

1611 COPPER CREEK CT

HAYS, KANSAS 67601

July 26, 2016

KCC-Conservation Division
266 N Main St. Ste. 220
Wichita, Kansas 67202-1513

RE: Extension on drill pit closure

Dear Kathy,

I would like to request a 6 month extension on the closing date for the following two wells due to heavy and persistent rainfall which has delayed the complete drying out of the two pits.

Max Wells C-1 15-159-22818-00-00 N2 N2 NW/4 35-20s-10w, Rice County
Max Wells C-2 15-159-22823-00-00 SE SW NE NE 34-10s-10w, Rice County

Sincerely,

Ron Herold by Herb Deines

Ron Herold

Carrie Exploration & Development

Conservation Division
266 N. Main St., Ste. 220
Wichita, KS 67202-1513



Phone: 316-337-6200
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Jay Scott Emler, Chairman
Shari Feist Albrecht, Commissioner
Pat Apple, Commissioner

Sam Brownback, Governor

February 18, 2016

Carrie Exploration & Development LLC
1611 Copper Court
Hays, KS 67601

Re: Max Wells C-1
NW/4 Sec. 35-20S-10W
Rice County, Kansas
15-159-22818-00-00

Dear Sir or Madam:

This letter is to inform you that you have been granted an extension of time in which to close the drilling pits associated with the Max Wells C-1 well.

The original 365 days for closure expired on 02/13/2015. This extension will expire on 5/18/2016. We urge you to make every effort to close these pits within this time frame. In the event there is water standing in these pits, please dewater and dispose of fluids in an authorized disposal facility to expedite closure. Extension of this time frame automatically extends the time period for filing the closure of surface pit form, **but not the time period for filing the waste transfer form (CDP-5).**

*Failure to close the pit or request an additional extension prior to the expiration date shall result in a monetary penalty in accordance with K.A.R. 82-3-602(a). An additional pit extension may be renewed upon request, but **no pit permit extension shall be extended beyond six months after the original deadline.***

Please complete the pit closure form (CDP-4) through Kolar (Kansas On-Line Automated Reporting) at <https://kolar.kgs.ku.edu>.

If you have any questions in this regard, please do not hesitate to contact Kathy Haynes at (316) 337-6243.

Sincerely,

Ryan A. Hoffman
Director

Cc: File
District

Conservation Division
266 N. Main St., Ste. 220
Wichita, KS 67202-1513



Phone: 316-337-6200
Fax: 316-337-6211
<http://kcc.ks.gov/>

Jay Scott Emler, Chairman
Shari Feist Albrecht, Commissioner
Pat Apple, Commissioner

Sam Brownback, Governor

May 19, 2016

Carrie Exploration & Development
1611 Copper Creek Court
Hays, KS 67601

Re: Max Wells C-1
NW/4 Sec. 35-20S-10W
Rice County, Kansas
15-159-22818-00-00

Dear Sir or Madam:

This letter is to inform you that you have been granted an additional extension of time in which to close the drilling pits associated with the Max Wells C-1 well.

The original 365 days for closure expired on 02/13/2015. This extension will expire 8/13/2016. **No additional extensions will be granted.** In the event there is water standing in these pits, please dewater and dispose of fluids in an authorized disposal facility to expedite closure. Extension of this time frame automatically extends the time period for filing the closure of surface pit form, **but not the time period for filing the waste transfer form (CDP-5).**

Failure to close the pit prior to the expiration date shall result in a monetary penalty in accordance with K.A.R. 82-3-602(a).

Please complete the pit closure form (CDP-4) through Kolar (Kansas On-Line Automated Reporting) at <https://kolar.kgs.ku.edu>.

If you have any questions in this regard, please do not hesitate to contact Kathy Haynes at (316) 337-6243.

Sincerely,


Ryan A. Hoffman
Director

Cc: File
District

PENALTY ORDER RECOMMENDATION

ROUTINE SURFACE PIT CLOSURE (CDP-4) FORM VIOLATION

Note: this sheet will be attached to the Order that is mailed to the operator.

Date of Recommendation:	January 24, 2017
District/Department:	District 2 / Field Office
Person Recommending Penalty:	Virgil Clothier-E CRS
Operator Name:	Carrie Exploration & Development, LLC
Operator License Number:	6768
Well Name/Number associated with surface pit:	Max Wells C-1
Well/Lease Location, and County:	NW/4 of Sec. 35-20S-10W, Rice County.
Well API Number:	15-159-22818-00-00
Date Application for Surface Pit approved:	February 6, 2015
Date Well Spudded:	February 13, 2015
Regulation Number:	82-3-602 (a) (1) (c)
Description of Violation:	Failure to close reserve pit and for failure to submit complete, accurate CDP-4.
Date NOV letter sent and deadline:	No NOV letter sent, District PIRT conducted a lease inspection and found open pits passed 365 days.
Requested Monetary Penalty:	\$250
Requested Operator Activity:	Close pits. File complete, accurate surface pit closure form (CDP-4).
Supervisor Initials	

KCC OIL/GAS REGULATORY OFFICES

Date: 12/08/16

District: 2

Case #: _____

- New Situation
 Response to Request
 Follow-Up

- Lease Inspection
 Complaint
 Field Report

Operator License No: 6768

API Well Number: 15-159-22818-0000

Op Name: Carrie Exploration & Development, LLC

Spot: NE-NW-NW Sec 35 Twp 20 S Rng 10 E / W

Address 1: 1611 Copper Creek Ct.

4709 Feet from N / S Line of Section

Address 2: _____

4057 Feet from E / W Line of Section

City: Hays

GPS: Lat: 38.27381 Long: 98.40206 Date: 9/24/15

State: Ks Zip Code: 67601 -

Lease Name: Max Wells C Well #: 1

Operator Phone #: (785) 625-9318

County: Rice

Reason for Investigation:

Central Office request.

Problem:

Open drilling reserve pits, pit closure extension has EXPIRED. Operator has NOT re-filed for an extension.

Persons Contacted:

Findings:

Open drilling reserve pits, some frozen water in 1 small pit. Weeds grew up all around, NO sign of activity. A swab tank is on west side of well and steel mud shed on skids over east of well, NO sign of activity at either one. Well has been TA'd.

Action/Recommendations:

Follow Up Required Yes No

Date: _____

I recommend monetary penalty of \$250 per K.A.R. 82-3-602(a) for failure to comply with closing pits.

Verification Sources:

Photos Taken: 2

- | | | |
|---------------------------------------|--|--|
| <input type="checkbox"/> RBDMS | <input checked="" type="checkbox"/> KGS | <input checked="" type="checkbox"/> TA Program |
| <input type="checkbox"/> T-I Database | <input checked="" type="checkbox"/> District Files | <input type="checkbox"/> Courthouse |
| <input type="checkbox"/> Other: _____ | | |

By: Virgil Clothier

Env. Comp/Reg. Spec.

Retain 1 Copy District Office
Send 1 Copy to Conservation Division

Form: 02/22/2008

Date: 12/08/16

District: 2

License #: 6768

Op Name: 6768

Spot: NE-NW-NW Sec 35 Twp 20 S Rng 10 E W

County: Rice

Lease Name: Max Wells C Well #: 1

I.D. Sign Yes No

Not at well.

Tank Battery Condition
Condition: Good Questionable Overflowing

Pits, Injection Site
Fluid Depth: _____ ft; Approx. Size: _____ ft. x _____ ft.

Oil Spill Evidence

Abandoned Well Potential Pollution Problem Yes No

Lease Cleanliness
 Very Good Satisfactory Poor Very Bad

Gas Venting Yes No

Pits
Fluid Depth: _____ ft; Approx. Size: _____ ft. x _____ ft.

Saltwater Pipelines
Leaks Visible: Y N Tested for Leaks: Y N

Flowing Holes

TA Wells

Monitoring Records

SWD/ER Injection Well Yes No Rice

Permit #: _____ Pressure - Actual: _____ psi; Authorized: _____ psi

Permit #: _____ Pressure - Actual: _____ psi; Authorized: _____ psi

Permit #: _____ Pressure - Actual: _____ psi; Authorized: _____ psi

Permit #: _____ Pressure - Actual: _____ psi; Authorized: _____ psi

Gauge Connections Yes No

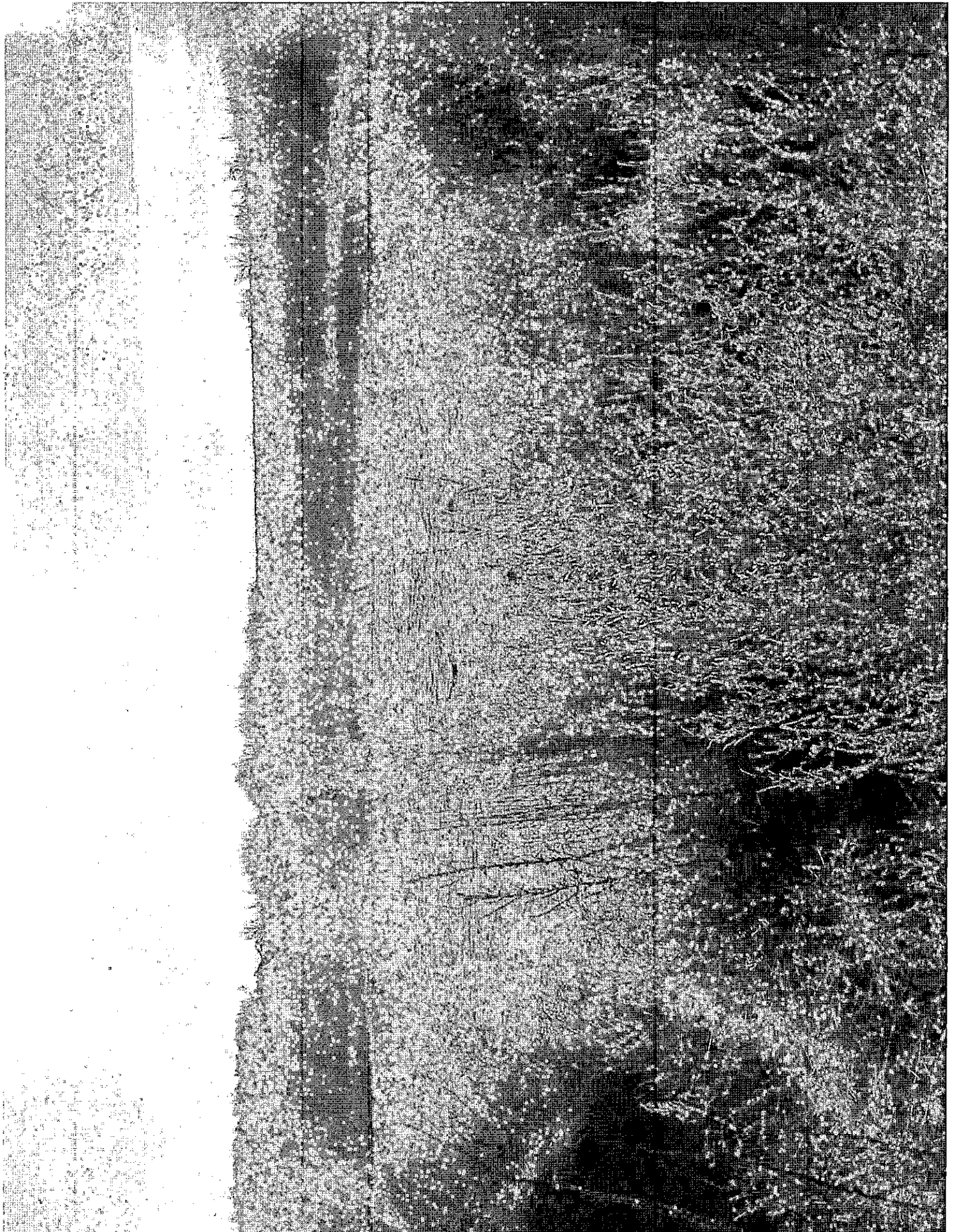
Tubing: _____; T/C Annulus: _____; C/SP Annulus: _____

Tubing: _____; T/C Annulus: _____; C/SP Annulus: _____

Tubing: _____; T/C Annulus: _____; C/SP Annulus: _____

Tubing: _____; T/C Annulus: _____; C/SP Annulus: _____

API Number	Footages	Spot Location	GPS	Well #	Well Status





Carrie Exploration & Development
1611 Copper Creek Court
Hays, KS 67601

5/16/2016

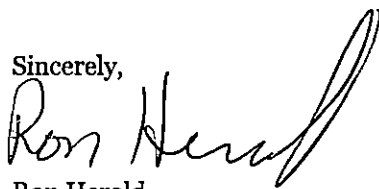
Kansas Corporation Commission
266 N. Main St. Ste 220
Wichita, KS 67202-1513

RE: CDP -4 FOR API 15-159-22818-00-00 Max Wells C-1

Kathy Haynes

This letter is in regards to a CDP 4 Pit Closure. There is some confusion on the closure for this well. This was drilled in February of 2015. In April 13, 2015 the C-1 H-1 horizontal well was drilled using the same reserve pit. We are in the process of getting a permit to drill the C-1 H-2 and the C-1 H-3 which will use the existing reserve pit. We've been delayed on our intent to drill because our attorney has not completed the legal notice filings required before the intent to drill filings. Let me know how we can resolve this matter.

Sincerely,



Ron Herold

Carrie Exploration and Development, LLC

913.961.2760-Cell number

KCC WICHITA
MAY 17 2016
RECEIVED

Carrie Exploration & Development
1611 Copper Creek Court
Hays, KS 67601

2/15/2016

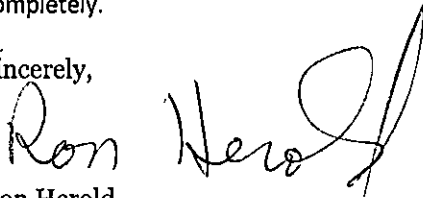
Kansas Corporation Commission
266 N. Main St. Ste 220
Wichita, KS 67202-1513

RE: CDP -4 FOR API 15-159-22818-00-00

Kathy Haynes

I am requesting a pit closure extension for the Max Wells C-1 lease. The recent rains have not allowed the pits to dry up completely.

Sincerely,



Ron Herold
Carrie Exploration and Development, LLC

KCC WICHITA
FEB 17 2016
RECEIVED