BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the matter of the Application of Max Papay LLC for an exception to the 10 year time limitation of K.A.R. 82-3-111 for its Sneed 1-14 well located in the N2 SW-NW Section 14, Township 34, Range 30, Meade County, Kansas.

Docket No. 20-CONS-<u>3092</u>-CEXC CONSERVATION DIVISION License No.: 34021

APPLICATION

COMES NOW Max Papay LLC in support of its Application in the captioned matter and states as follows:

- Applicant is Limited Liability Company authorized to do business in the State of Kansas. Applicant's address is 14010 17 Rd, Meade, KS 67864. Applicant's mailing address is PO Box 1060, Meade, KS 67864
- 2. Applicant has been issued by the Kansas Corporation Commission Operator's License 34021, which expires 09/30/2020.
- Applicant is the owner and operator of the Sneed 1-14 well, API 15-119-20946-00-01, which is located in the Northwest Quarter of Section 14, Township 34 South, Range 30 West, Meade County, KS. The subject well is not located on an active oil and gas lease or unit comprising the following lands:

All of Section 14, Township 34 South, Range 30 West, Meade County, Kansas containing 640 acres, more or less.

- 4. Pursuant to K.A.R. 82-3-111, the well was shut in, or Applicant obtained temporary abandonment status, for the subject well in 2006. The subject well has maintained such status from 2006, to present date.
- On or about 07/16/19, the Kansas Corporation Commission notified Applicant temporary abandonment status for the subject well would be denied from and after 08/13/19, because subject well had been temporarily abandoned for more than ten years.
- 6. K.A.R 82-3-11 imposes a 10 year limitation on the amount of time during which wells may be temporarily abandoned, but an exception to the 10 year limitation may be obtained pursuant to said regulation through an Application filed with the Commission pursuant to K.A.R 82-3-100. Applicant seeks such an exception.

- 7. On 07/10/19, the subject well passed a Commission Staff witnessed mechanical integrity test of the casing between the surface and a point within fifty (50) feet above the uppermost perforation or open hole in the well.
- Applicant wishes to continue TA status for the Sneed 1-14, because Applicant intends to use the well for the following purposes: Convert the well to a salt water disposal well in the future.
- 9. Applicant submits the following information regarding the well in support of the Application. There are two wells located at this lease. The Sneed 2-14 is used as a salt water disposal well and it is our hope to one day convert the Sneed 1-14 to a salt water disposal well. The estimated costs to plug this well would be around \$15,000. The current production rate for this lease is zero and the basic estimation of remaining reserves and an explanation of the basis for estimation is zero.
- 10. Applicant has included a plat map showing the locations of all producing, injection, temporarily abandoned, abandoned, and plugged wells located on the same leased premises as the subject well.
- 11. Based on foregoing, Applicant requests the Commission grant an exception to the 10 year limitation, specifically to allow the subject well to remain eligible for temporary abandonment status for three (3) years following the expiration of the 10 year limitation. Applicant understands that the exception would be valid for three (3) years, but Applicant would still need to apply annually to the Conversation Division District Office for approval of an application for temporary abandonment status.
- 12. Listed in the attached Exhibit 'A' are the names and addresses of the following persons:
 - a. Each operator of each oil and gas lease covering lands within one-half mile radius of the subject well; and
 - b. Each person who owns any mineral interest of record in and under any lands located within one-half mile radius of subject well (provided that such mineral interest is not covered by any oil and gas lease).

Exhibit A

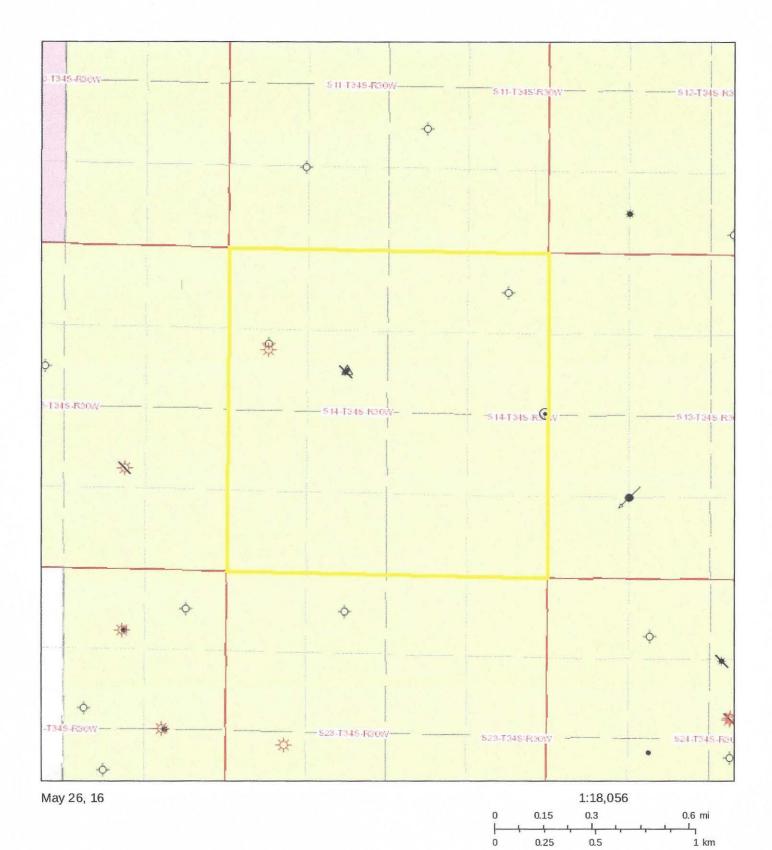
 Notice of this Application will be published pursuant to K.A.R 82-3-15a. In addition, notice of the hearing to be held in this matter will be provided as prescribed by K.A.R. 82-3-135. Wherefore, Applicant prays that this matter be granted administratively without a hearing, or in the alternative be set for hearing, and upon hearing that the Commission grant Applicant's request, for an exception to K.A.R. 82-3-111 ten (10) limitation, to allow the subject well to remain temporarily abandoned for three (3) years, subject to annual approval by the Conversation Division District Office of an application for temporary abandonment status.

Respectfully Submitted, Max Papay LLC PO Box 1060 620-873-5350 620-873-5399

By May Lapay Max Papay

CERTIFICATE OF SERVICE

I hereby certify on this 22th day of November, 2019, true and correct copies of the above and foregoing Applications and the Notice of Application were served by U.S postal service and properly addressed to the landowner/s set forth in paragraph 14 of said Application and each party set forth in Exhibit 'A' attached to said Application filed by Applicant, and the original has been electronically filed to the Kansas Corporation Commission.



Sources: Esri, HERE, DeLorme, Intermap, Increment P Corp., GEBCO, USGS, FAO, NPS, NRCAN, GeoBase, IGN, Kadaster NL, Ordnance Survey, Esri Japan, ME'TI, Esri China (Hong Kong), swisstopo, MapmyIndia, © OpenStreetMap contributors, and the GIS User Community None

Legend

- Coal Bed Methane
- 🥘 Coal Bed Methane Plugged and Abandoned
- ♦ Dry and Abandoned
- 💉 Enhanced Oil Recovery
- K Enhanced Oil Recovery Plugged/Abandoned
- -¢- Gas
- 🔆 Gas Plugged and Abandoned
- o Injection
- 💢 Injection Plugged and Abandoned
- o Intent
- O Location
- 🜲 Oil and Gas
- 🔆 Oil and Gas Plugged and Abandoned
- Oil
- 🔌 Oil Plugged and Abandoned
- ⊙ Other
- & Other Plugged and Abandoned
- 🔬 Salt Water Disposal
- 🖄 Salt Water Disposal Plugged and Abandoned
- 🔘 WWC5 Water Well
- 💘 WWC5 Water Well Plugged

BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

NOTICE OF FILING APPLICATION

RE: MAX PAPAY LLC- Application for an exception to the 10 year time limitation of K.A.R. 82-3-11 for the Sneed 1-14 well located in Meade County, Kansas.

TO: All oil and Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whosoever concerned.

You, and each of you, are hereby notified that Max Papay LLC has filed for an exception to the 10 year time limitation of K.A.R. 82-3-11 for the Sneed 1-14 well, located at N2 SW NW Sec 14, Township 34, Range 30 in Meade County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protests with the Conservation Division of the State Corporation Commission of the State of Kansas within fifteen (15) days for the date of the publication. These protests shall be filed pursuant to Commission regulations and must state specific reasons why the grant of the application may cause waste, violate correlative rights or pollute the natural resources of the state of Kansas. If no protests are received, this application may be granted through a summary proceeding. If valid protest are received, this matter will be set for hearing.

All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

Max Papay LLC PO Box 1060 Meade, KS 67864 620-873-5350 Exhibit A Land Owners within a half mile radius of Sneed 1-14 Obtained from the Meade County Appraiser's Office 11/15/19

Charlotte J Sneed Trust (owns NW4 14-34-30) ~ 2674 Garner Rd Lebo, KS 66856

John C Adams etal (owns N2 SW4 14-34-30 and E2 SE4 15-34-30) 32036 5 road Plains, KS 67869

Robert L Fox etal (owns NW4 NE4 14-34-30 and S2 SW4 11-34-30) 1862 Missile Base Road Stonewall, LA 71078

Calvin T & Cindy Madsen (owns SW4 NE4 14-34-30) PO Box 784 Beaver, OK 73932

Wanda Jean Fox (owns S2 SE4 10-34-30 and NE4 15-34-30) 1423 N Purdue Liberal, KS 67901

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