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BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the matter of the failure of Barracuda) Docket No.: 25-CONS-3360-CPEN
Operating Company (Operator) to comply with)
K.A.R. 82-3-120 and K.A.R. 82-3-133 by) CONSERVATION DIVISION
operating under a suspended license.)
	License No.: 33593

PRE-FILED DIRECT TESTIMONY

OF

M. SHANE JONES

ON BEHALF OF COMMISSION STAFF

AUGUST 22, 2025

- 1 Q. What is your name and business address?
- 2 A. M. Shane Jones, 2301 E 13th Street, Hays, Kansas 67601.
- 3 Q. By whom are you employed and in what capacity?
- 4 A. I am employed by the Conservation Division of the Kansas Corporation Commission (KCC
- or Commission), District #4 Office, as a Compliance Officer, Temporary Abandonment (TA)
- 6 Coordinator, and Environmental Compliance and Regulatory Specialist (ECRS).
- 7 Q. Would you please briefly describe your background and work experience.
- 8 A. I worked on Pulling Unit and Cable Tool workover and completion rigs from 1991 through
- 9 1998. I then worked for the Kansas Department of Transportation (KDOT) as Maintenance
- 10 Crew for about a year and a half before transferring to KDOT Construction Inspection as an
- Engineering Technician. In 2009, I started working for the KCC Conservation Division in the
- District #2 Office as a Petroleum Industry Regulatory Technician (PIRT). In 2012, I left the
- 13 KCC and worked for APAC as a Heavy Highway Paving Forman. In 2017, I returned to
- KDOT Construction as an Engineering Technician. Finally, in 2019, I returned to the KCC
- 15 Conservation Division as an ECRS. I am currently the Compliance Officer and TA
- 16 Coordinator for the District #4 Office.

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- Q. What are your duties with the Conservation Division?
- 18 A. As Compliance Officer, I review operator data for compliance with Commission regulations
- and prepare evidence necessary to recommend penalties for probable violations of those
- 20 regulations. Specifically, my job includes reviewing Staff field reports, coordinating day-to-
- 21 day operations of the District #4 Office, sending Notice of Violation (NOV) letters, and
- generally trying to resolve compliance issues. I work to coordinate scheduling of Staff-
- witnessed well completions, well pluggings, and mechanical integrity tests. I coordinate the

- 1 investigation of spills and complaints, verify proper construction of wells, help train District
- 2 Staff, and work with Commission Staff in Wichita. I conduct inspections and investigations
- on special projects, or in the absence of assigned Staff, whenever necessary. I work with lease
- 4 operators, landowners, local, county, and state agencies and organizations to resolve oil and
- 5 gas related issues.
- 6 Q. Have you previously testified before this Commission?
- 7 A. No.
- 8 Q. What is the purpose of your testimony in this matter?
- 9 A. The purpose of my testimony is to discuss the evidence supporting the Commission's findings
- in regard to the Shut-In Order issued against Barracuda Operating Company (Operator) in
- 11 Docket 25-CONS-3360-CPEN (Docket 25-3360).
- 12 Q. Please provide a brief overview of the facts in this docket.
- A. Operator was penalized for violating K.A.R. 82-3-120 and K.A.R. 82-3-133 for conducting
- oil and gas operations while its license was suspended.
- 15 Q. Why was Operator's license suspended?
- 16 A. The Commission issued Penalty Orders against Operator in three Dockets: 25-CONS-3050-
- 17 CPEN (25-3050), 25-CONS-3223-CPEN (25-3223), and 25-CONS-3242-CPEN (25-3242).
- Operator was not in compliance with the Commission's orders in all three dockets, therefore,
- on March 11, 2025, Staff suspended Operator's license. Staff sent a letter to Operator on that
- same date, informing Operator that its license had been suspended (the letter is attached to the
- 21 Shut-In Order in this docket as Exhibit A).

- 1 Q. Please describe the contents of the license suspension letter Staff sent to Operator on
- 2 March 11, 2025.
- 3 A. The letter informed Operator that its license was suspended and gave notice to Operator that
- 4 if Staff discovered Operator performing oil or gas operations after March 21, 2025, Staff
- 5 would recommend a shut-in order and a \$10,000 penalty.
- 6 Q. Why did the license suspension letter indicate that Staff would recommend a shut-in
- 7 order if Operator was still performing oil or gas operations?
- 8 A. K.A.R. 82-3-120(a) provides that no operator shall operate a well without a current license.
- 9 K.A.R. 82-3-133(a) provides that production of oil or gas in violation of a Commission
- regulation or order is unlawful.
- Q. Did Staff inspect any of Operator's leases while Operator's license was suspended?
- 12 A. Yes, on April 17, 2025 (after the March 21, 2025, deadline in the license suspension letter), I
- inspected Operator's Chapman, Horchem, and Robertson leases.
- 14 Q. What did you find when inspecting those leases?
- 15 A. I found that Operator's Chapman A #2, Horchem #2-A, and Robertson #1-24 wells were all
- actively operating. The Chapman A #2 well is an injection well, and during my inspection I
- found all the valves to the well open and fresh fluids in the saltwater tank, suggesting the well
- was actively injecting fluids. The Horchem #2-A and Robertson #1-24 wells are both oil wells.
- During my inspection I found both wells to be actively operating. Pictures showing the pump
- 20 jacks for the wells in both the upstroke and downstroke positions are attached to the Shut-In
- Order as Exhibit B.

- Q. Is Operator still out of compliance with Dockets 25-3050, 25-3223, and 25-3242?
- 2 A. No, Operator came into compliance with Docket 25-3242 on April 22, 2025, with Docket 25-
- 3 3050 on April 28, 2025, and with Docket 25-3223 on May 23, 2025.
- 4 Q. Does this conclude your testimony?
- 5 A. Yes.

CERTIFICATE OF SERVICE

25-CONS-3360-CPEN

I, the undersigned, certify that a true and correct copy of the attached Testimony has been served to the following by means of electronic service on August 22, 2025.

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