# BEFORE THE STATE CORPORATION COMMISSION

## OF THE STATE OF KANSAS

In the matter of the Application of Quito ) Inc. For an exception to the 10-year time ) Limitation of K.A.R. 82-3-111 for its Appleby ) Well #1 located in the SENENWNW of ) Section 30-33S-11E, Chautauqua County, ) Kansas ) Docket No: 24-CONS-3338-CEXC

CONSERVATION DIVISION

License No: 33594

### APPLICATION

COMES NOW Quito Inc. ("Applicant") in support of its application in the captioned matter and states as follows:

- Applicant is a corporation authorized to do business in the State of Kansas.
  Applicant's address is 1613 W. 6<sup>th</sup> Street Bartlesville, Oklahoma 74003.
- Applicant has been issued by the Kansas Corporation Commission Operator's License 33594, which expired February 28, 2023. However, currently we are in the process of reinstating.
- Applicant is the operator of the Appleby #1 well, 15-019-23675-00-00 which is in the Southeast quarter of the Northeast quarter of the Northwest quarter of Northwest quarter of Section 30, Township 33 South, Range 11East Chautauqua County, Kansas

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- 4. Pursuant to K.A.R. 82-3-111, the well was shut in or Applicant obtained a temporary abandonment status, for the subject well on December 11, 2013. The subject has maintained this status well up to the present date.
- 5. On or about February 22, 2024, the Kansas Corporation Commission notified Applicant temporarily abandonment status for the subject well would be denied for and after February 22, 2024, because subject well had been temporarily abandoned for more than ten (10) years.
- 6. K.A.R. 82-3-111 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 K.A.R. 82-3-100. Applicant seeks such an exception.
- 7. At this time a mechanical integrity test of the casing between the surface and the point within fifty (50) feet above the uppermost perforation or open hole in the well has not been performed. A CIT test needs to be scheduled with KCC office.
- Applicant wishes to continue TA status for the subject well, because Applicant intends to use the well for the following purposes: future production, EOR or recomplete in a different formation.
- 9. Applicant submits the following information regarding the well in support of the Application in good condition, cemented to the top.
  - a. There are 8 wells on the lease: 7 oil wells and 1 SWD.
  - b. The estimated cost to plug this well is about \$4,500.

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- c. There is current production from Appleby Well #4
- d. There are 3 reservoirs on this lease: The Wayside Formation, the Mississippi Chat and the Mississippi Lime. Waiting for a report from engineer.
- e. Nothing further has been done at this time to the well, the well will need to be re-equipped, the electric service will need to be reconnected, and the flow lines will need to be reconnected.
- f. The estimated cost to perform whatever actions are necessary to produce the well is about \$7,500.
- 10. Applicant has included a plat map showing the location of all producing, injection, temporarily abandoned, abandoned. And plugged wells located on the same leased premises as the subject well.
- 11. Based on the following, Applicant requests the Commission grant an exception to the 10-year limitation, specifically to allow the subject well to remain eligible for temporarily 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 Conservation 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:

Operators, **boundary stark** and Mineral owners within ½ mile radius of the subject well.

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13. Notice of the Application will be published pursuant K.A.R. 82-3-135a. In addition, notice of the hearing to be held on this matter will be provided as prescribed in K.A.R. 81-3-135.

WHEREFORE, Applicant prays that his matter be granted administratively without a hearing, or in the alternation be set for hearing, and upon hearing that the Commission grants Applicant's request, for an exception of the K.A.R. 82-3-111 ten (10) year limitation, to allow the subject well to remain temporarily abandoned for the three (3) years, subject to annual approval by the Conservation Division District Office of an application for temporary abandonment status.

Respectfully Submitted, Quito, Inc Mark W. McCann President 1613 W. 6<sup>th</sup> Street Bartlesville, OK 74003 918-331-6435

By\_

#### CERTIFICATE OF SERVICE

I hereby certify on this day  $\frac{22}{20}$ th day of April 2024, true and correct copies of the above and foregoing Application and the Notice of Application were served by depositing copies of the same in the United States Mail, postage prepaid, 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 via United States Mail and a digital copy was e-mailed to the Kansas Corporation Commission.

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#### VERIFICATION

STATE OF KANSAS

SS:

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COUNTY OF CHAUTAUQUA

Mark W. McCann of lawful age, being duly sworn upon his oath deposes and states: That he has the authority on behalf of Quito Inc. to file this application, that he has read the above and foregoing application and is familiar with the contents thereof; and, that statements made therein are true and correct to the best of his knowledge and behalf.

Quito, Inc Mark W. McCann-President

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Notary Public

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My Appointment Expires: 5/18/85

ACREAGES AND CERTIFICATE OF INJECTION WELL LOCATION SURROUNDING PLAT. ANTI

Operato:	- Quito	TNC	LOCATION OF	WELL:	B IAM L
Lease	Appleby		 4,846	_ feet from	North South section line
			 4,297	feet from	West Eser section line
County	Chauto	i u qua	Section 3	<u>o</u> , 7 33	S, R IL East West

PLAT

Show the following information: applicant injection well, all producing wells, abandoned wells, plugged wells, and other wells within a one-half mile radius, all lease boundaries, lease operators, unleased mineral rights owners, well numbers, and producing wells producing formation tops.

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# EXHIBIT "A"

# Operators

Jones Oll Exploration 686 State Highway 99 Sedan, Ks 67361

Speedy Well Service 402 W Elm St. Sedan, KS 67361

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