THE STATE CORPORATION COMMISSION **OF THE STATE OF KANSAS**

Before Commissioners:

Andrew J. French, Chairperson Dwight D. Keen Susan K. Duffy

In the matter of the failure of Apollo) Energies, Inc. (Operator) to comply with) K.A.R. 82-3-407 at the Wallace G P #1 and) WH Horton #A 1 in Harper and Kingman) County, Kansas.

Docket No: 21-CONS-3269-CPEN

CONSERVATION DIVISION

License No: 30481

ORDER DESIGNATING PRESIDING OFFICER AND SETTING PREHEARING CONFERENCE

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The Commission rules as follows:

1. On April 27, 2021, the Commission issued a Penalty Order against Apollo Energies,

Inc. (Operator) for two violations of K.A.R. 82-3-407 because Operator had not performed current, successful mechanical integrity tests at the captioned wells.¹

On May 20, 2021, Operator requested a hearing.² 2.

3. Under K.S.A. 77-551(c), the Commission finds a Presiding Officer should be designated in this proceeding to determine procedural matters that may arise prior to a hearing on the merits, including but not limited to conducting prehearing conferences.³

4. The Commission finds a Prehearing Conference should be scheduled.

5 Under K.A.R. 82-1-228(d)(1), any party may either "appear before the Commission and be heard in person on that party's own behalf," or appear before the Commission through a licensed attorney. Because Operator is an artificial entity, it cannot appear in person.⁴ Thus, Commission regulations require artificial entities such as Operator to appear before the Commission

¹ See Penalty Order, ¶¶ 7, 11 (Apr. 27, 2021).

² See Request for Hearing (May 20, 2021).

³ See also K.S.A. 77-516 and K.S.A. 77-517.

⁴ See State ex rel. Stephan v. Williams, 246 Kan. 681, 691 (1990).

via counsel.⁵ Even if Commission regulations did not require counsel in this matter, the Commission finds it would be in the public interest to require counsel via order.⁶

THEREFORE, THE COMMISSION ORDERS:

A. The Presiding Officer for prehearing matters in this proceeding shall be Jonathan R. Myers, Assistant General Counsel, Kansas Corporation Commission, 266 N. Main Street, Suite 220, Wichita, Kansas, 67202-1513, telephone number (316) 337-6245, email address j.myers@kcc.ks.gov. The Commission may designate other Staff members to serve in this capacity.

B. A Prehearing Conference is scheduled for Thursday, June 10, 2021, at 1:30 p.m. by telephone. The conference call information is: telephone number (866) 620-7326, Conference Code PIN: 3902542751. Operator must appear via a licensed attorney.

C. At the Prehearing Conference, parties shall be prepared to discuss deadlines for filing testimony and briefs, discovery procedures, scheduling of a hearing with the Commission, and any other issues that will promote the orderly and prompt resolution of this proceeding. At the Prehearing Conference, without further notice, this proceeding may be converted into a conference hearing or a summary proceeding for disposition of this matter as provided by the Kansas Administrative Procedure Act (KAPA). Any party that fails to attend or participate in the Prehearing Conference, hearing, or other stage of this proceeding may be held in default under the KAPA.⁷

D. Although a Presiding Officer is designated, parties are still required to file pleadings with the Commission, and filings shall be made with the Commission's Docket Room. Any filing received after 5:00 p.m. shall be considered filed the next business day. In addition, any late filing shall be accompanied by a Motion to File Out-of-Time. <u>The Commission directs electronic service</u>

⁵ See also K.A.R. 82-1-228(d)(2) ("[A] corporation shall not be permitted to enter an appearance, except by its attorney."); Operator is a corporation.

⁶ The administration of justice is efficiently furthered by requiring persons licensed to practice law and familiar with procedure to represent artificial entities. *See In re Arnold*, 274 Kan. 761, 770 (2002). *See also* K.S.A. 77-515(c) ("A state agency may require a corporation or other artificial person to participate by counsel.").

⁷ K.S.A. 77-506; K.S.A. 77-516(c)(7)-(8).

of all filings in the docket to include service on the Presiding Officer and mailed service of all

filings to be directed to the Presiding Officer's attention.

E. The attorney designated to appear on behalf of the agency in this proceeding is Kelcey

Marsh, Litigation Counsel, telephone number (316) 337-6200, k.marsh@kcc.ks.gov.

BY THE COMMISSION IT IS SO ORDERED.

French, Chairperson; Keen, Commissioner; Duffy, Commissioner

Dated: <u>05/27/2021</u>

Lynn M. Ref Lynn M. Retz

Executive Director

Mailed Date: _____05/27/2021

JRM

CERTIFICATE OF SERVICE

21-CONS-3269-CPEN

I, the undersigned, certify that a true copy of the attached Order has been served to the following by means of

first class mail and electronic service on May 27, 2021

JIM BYERS APOLLO ENERGIES, INC. 10378 N 281 HWY PRATT, KS 67124-7920

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/S/ DeeAnn Shupe DeeAnn Shupe