20171002144338 Filed Date: 10/02/2017 State Corporation Commission of Kansas

BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

BEFORE COMMISSIONERS: Pat Apple, Chair

Jay Scott Emler, Commissioner Shari Feist Albrecht, Commissioner

In the Matter of the Application of Cross)	
Bar Energy, LLC for a Permit to Authorize)	Docket No. 17-CONS-3689-CUIC
the Injection of Saltwater Into the)	
Vigle VW-6 Well Located in Greenwood)	CONSERVATION DIVISION
County, Kansas, and an Amendment to the)	
Injection Permit to Change the Authorized)	License No. 33245
Injection Rate and Pressure.)	

PREFILED DIRECT TESTIMONY

OF

THOMAS LARSON, P.E.

- 1 Q. Please state your name, professional address and education background for the Commission.
- 3 A. Thomas Larson, my professional address is 562 West State Road 4, Olmitz, Kansas 67564.
- 4 I hold a Bachelor of Science degree in Ceramic Engineering from the University of Illinois
- at Urbana-Champaign (1981), a Master of Business Administration degree from the same
- 6 University (1982) and a Master of Science degree in Petroleum Engineering from the
- 7 University of Oklahoma (1984).
- 8 Q. Please relate your work experience in the oil and gas industry.
- 9 A. Currently, I am president and the owner of Larson Engineering, Inc.
- 10 Q. How many years have you owned and operated Larson Engineering?
- 11 A. Larson Engineering was formed in 1986. Prior to that I was a Production Engineer for
- Standard Oil Company in Midland, TX and a Production Engineer for Energy Reserves
- Group in Oklahoma City, OK and Great Bend, KS.
- 14 Q. Please briefly describe your work experience in the oil and gas industry.
- 15 A. I have supervised the drilling, completion and workover of more than 600 wells as a
- Production Engineer and consultant. I have drilled more than 300 wells for my own
- exploration program. Larson Operating Company, a subsidiary of Larson Engineering,
- Inc., currently operates more than 135 leases. I have appraised leases for individuals and
- 19 estates, FDIC, banks and Kansas District Courts. I have presented expert witness testimony
- in front of the Kansas Corporation Commission and Kansas District Courts. I have
- 21 designed and am operating three waterfloods in Kansas. I am in the process of installing
- two more Kansas waterfloods. Also, I am a Registered Professional Engineer in the State
- of Kansas.

- 1 Q. Mr. Larson, are you familiar with the Application in this Docket by Cross Bar Energy,
- 2 LLC?
- 3 A. Yes. I have reviewed the Application filed in this Docket for the Vigle VW-6 pressure
- 4 maintenance well.
- 5 Q. Would you describe for the Commission the Vigle VW-6 and its intended operations if
- 6 this Application is granted?
- 7 A. Yes. The Vigle VW-6 is located in the Southwest Quarter of Section 14, Township 23
- 8 South, Range 10 East, Greenwood County, Kansas. The well was originally drilled in 1989
- 9 to a depth of 2180 feet and completed as a Bartlesville Sandstone oil well, with perforations
- from 2097 to 2114 feet. The well ceased to produce economic volumes of oil and the
- Applicant, Cross Bar Energy, LLC, now wishes to convert the well to a pressure
- maintenance injection well with a maximum authorized injection pressure of 1,000 psi and
- a maximum authorized injection rate of 400 barrels of water per day.
- 14 Q. Mr. Larson, how does an injection well work and what is the benefit?
- 15 A. We use injection wells in waterfloods. Waterflooding of an oil field uses water injection
- to increase oil production rate and, ultimately, oil recovery from the field. The science of
- waterflooding dates back to the early 1900's. As we produce oil, reservoir pressure drops.
- We inject water into a wellbore to maintain reservoir pressure or repressure the reservoir.
- In the process, injected water pushes or "drives" oil towards producing oil wells. As a
- result, we can often double recoverable oil from an oil field. One other very important
- 21 comment we intentionally waterflood at pressures below the formation fracture pressure.
- 22 That's the pressure where the rock fractures or breaks. Injecting at higher pressures defeats

- our purpose. We want our injected water to stay in the oil bearing reservoir. If injected water leaves the reservoir, our waterflood is unsuccessful.
- 3 Q. Mr. Larson, will any of the fluid injected be fresh water?
- 4 A. No. As a matter of fact, there are no fresh water resources in the vicinity of this well.
- 5 Q. What is the history of water injection in the area?
- The Vigle VW-6 is located in the Burkett Oil Field in northern Greenwood County. The 6 A. Burkett Field, discovered in approximately 1922, produces from the Bartlesville Sandstone 7 8 at a depth of about 2100 feet. The reservoir is a typical "shoe-string" sand bounded above and below by impermeable Pennsylvanian-age Cherokee Shale. The reservoir is a narrow 9 sand body approximately 4 miles long and one mile wide, with an average thickness of 10 approximately 30 feet. As of May of this year, the Burkett Field had produced 9,709,336 11 12 barrels of oil, with current production of approximately 115 barrels oil per day. Most of the Burkett Field was unitized in 1939 and waterflooding commenced in the Bartlesville 13 Sandstone formation between 1939 and 1942. Waterflooding, using injection wells similar 14 to the proposed Vigle VW-6, has occurred continuously in the field ever since. 15
- 16 Q. Mr. Larson, given the history of the Burkett Field and the amount of water injected in the
 17 Bartlesville formation to enhance production of oil, do you believe there is any relationship
 18 between injection of these fluids and earthquakes in Greenwood County?
- 19 A. There has been injection in the Bartlesville formation in the Burkett Field for 20 approximately 78 years, and to my knowledge, there have been no recorded earthquakes in 21 Greenwood County in that time. I believe there is over 1,250 feet of distance between the 22 Bartlesville Sandstone, the oil-bearing reservoir in the Burkett Field, and the basement 23 rocks where earthquakes originate. In other words, there is no correlation between

- injection of water to enhance production of oil in the Burkett Field and the causation of earthquakes.
- Q. Mr. Larson, in your opinion, is the injection of water in the Vigle VW-6 well a safe and sound production practice in the Burkett Field?
- Absolutely, yes. The history I have just recited and in my general experience with water flooding in Kansas makes economic and environmental sense to maximize production from this existing field. I believe that the introduction of pressure maintenance through wells such as the Vigle VW-6 prevents waste of economic and natural resources in this field and presents no danger.
- One more question, as a registered Professional Engineer and one experienced in designing
 and operating secondary recovery operations utilizing pressure maintenance wells like
 Vigle VW-6, what is your professional opinion with regard to the Application before this
 Commission?
- 14 A. I highly recommend that the Application be approved as submitted as I think it is a safe and prudent operating proposal.

PREFILED DIRECT TESTIMONY OF THOMAS LARSON **DOCKET NO. 17-CONS-3689-CUIC**

VERIFICATION OF THOMAS LARSON

STATE OF KANSAS)	
)	ss:
BARTON COUNTY)	

Thomas Larson, being first duly sworn, deposes and says that he is the Thomas Larson referred to in the foregoing document titled "Prefiled Direct Testimony of Thomas Larson" before the State Corporation Commission of the State of Kansas, that he is an officer of Larson Engineering, Inc., and that the statements therein were prepared by him or under his direction and are true and correct to the best of his information, knowledge and belief.

Thomas Larson, P.E.

SUBSCRIBED and SWORN to before me this 29th day of September, 2017.

A NOTARY PUBLIC - State of Kansas

ERIC ANDERSON My Appt. Exp. 12-21-20

My Appointment Expires: 12/2 1/20

CERTIFICATE OF SERVICE

I hereby certify that on this 2nd day of October, 2017, the above **Prefiled Direct Testimony of Thomas Larson**, **P.E.** was electronically served on:

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