# THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Dwight D. Keen, Chair Shari Feist Albrecht

Susan K. Duffy

| In the Matter of the Application of Berexco | ) | Docket No. 19-CONS-3293-CEXC |
|---|---|------------------------------|
| LLC for an Exception to the 10-Year Time    | ) |                              |
| Limitation of K.A.R. 82-3-111 for it Walker | ) | CONSERVATION DIVISION        |
| #9-20 Well Located in the NW SW of Sec      | ) |                              |
| 20, T23S, R32W, Finney County, Kansas.      | ) | License No. 34318            |

### **ORDER GRANTING APPLICATION**

The above-captioned matter comes before the State Corporation Commission of the State of Kansas (Commission). Having examined its files and records, and being duly advised in the premises, the Commission makes the following findings:

#### I. JURISDICTION

- 1. The Commission has the exclusive jurisdiction and authority to regulate oil and gas activities in Kansas.<sup>1</sup>
- 2. K.A.R. 82-3-111 provides that wells having been shut-in for more than 10 years shall not be approved for TA status without Commission approval of an application for an exception.
- 3. K.A.R. 82-3-100 provides that the Commission may grant an exception to any regulation after application and notice.

#### II. FINDINGS OF FACT

4. Berexco LLC (Operator) conducts oil and gas activities in Kansas under active license number 34318.

<sup>&</sup>lt;sup>1</sup> K.S.A. 74-623

- 5. Operator filed an application requesting an exception to the 10-year limit on TA status for the Walker #9 Lease #9-20 well, API #15-055-21257-00-00. On April 12, 2019, the Operator filed an Amended Application.
- 6. Operator has verified that notice was properly served and published, as required under K.A.R. 82-3-135a, at least 15 days before the issuance of this Order.
  - 7. No protest was filed under K.A.R. 82-3-135b.
- 8. On March 11, 2019, Operator successfully tested the subject well for mechanical integrity.
- 9. The Commission finds the amended application and the mechanical integrity test sufficient to support the administrative grant of this application.

#### III. CONCLUSIONS OF LAW

- 10. The Commission finds and concludes that it has jurisdiction over Operator and this matter.
- 11. The Commission finds and concludes that the Operator's application was filed in accordance with the rules and regulations of the Commission and in accordance with Kansas statutes.
- 12. The Commission finds and concludes that notice was properly served and published.
- 13. Based on the above facts, the Commission finds and concludes that the amended application should be granted to prevent waste and protect correlative rights, because Operator has demonstrated a potential future use for the well, and there is not a present threat to fresh and usable water.

# THEREFORE, THE COMMISSION ORDERS:

A. Operator's amended application for an exception to the 10-year limit on TA status for the subject well is granted for three years, calculated from the date the original application was filed. Operator must file an annual TA form for the subject well. The first TA form shall be filed within 30 days.

B. Any party may file and serve a petition for reconsideration pursuant to the requirements and time limits established by K.S.A. 77-529(a)(1).<sup>2</sup>

# BY THE COMMISSION IT IS SO ORDERED.

LW

Keen, Chair; Albrecht, Commissioner; Duffy, Commissioner

| Date: 05/23/2019       | Lynn M. Reg                                 |
|------------------------|---|
| Date Mailed:05/23/2019 | Lynn M. Retz<br>Secretary to the Commission |

<sup>&</sup>lt;sup>2</sup> K.S.A. 55-162; K.S.A. 55-606; K.S.A. 55-707; K.S.A. 77-503(c); K.S.A. 77-531(b).

# **CERTIFICATE OF SERVICE**

# 19-CONS-3293-CEXC

| I, the undersigned, certify that a true copy of the attached Or  | der has been served to the following by means of   |
|--|--|
| first class mail and electronic service on05/23/2019   |  |
| SCOTT ALBERG, DISTRICT #1 SUPERVISOR KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 Fax: 785-271-3354 s.alberg@kcc.ks.gov | Brett Blazer BEREXCO LLC 2020 N. BRAMBLEWOOD WICHITA, KS 67206-1094  |
| MICHELE PENNINGTON KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 Fax: 785-271-3354 m.pennington@kcc.ks.gov               | LAUREN WRIGHT, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 266 N. Main St., Ste. 220 WICHITA, KS 67202-1513 Fax: 316-337-6211 I.wright@kcc.ks.gov |
|  | /S/ DeeAnn Shupe<br>DeeAnn Shupe   |