THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Pat Apple, Chairman Shari Feist Albrecht Jay Scott Emler

		18-CONS-3179-CEXC
In the matter of the application of Berexco)	Docket No. 18-CONSCEXC-
LLC for an exception to the 10-year)	
time limitation of K.A.R. 82-3-111 for its)	
Cook WFU #8X WIW located in)	CONSERVATION DIVISION
the SE SE of Sec 15, T11S, R33W)	
Logan County, Kansas.)	
)	License No.: 34318

APPLICATION

COMES NOW Berexco LLC ("Operator") for its application in the captioned matter states as follows:

- 1. Operator is a limited liability company authorized to do business in the State of Kansas. Operator's address is 2020 North Bramblewood, Wichita, Kansas 67206.
- 2. Operator has been issued by the Kansas Corporation Commission Operator's License #34318, which expires on October 30, 2017.
- 3. Operator is the operator of the Cook Waterflood Unit #8X WIW, API #15-109-20039-0001 which is located in the Southeast Quarter of the Southeast Quarter of Section 15, Township 11 South, Range 33 West, Logan County, Kansas. The subject well is located on an active oil and gas unit comprising the following lands:

The Southeast Quarter of Section 11; the Northwest of the Southwest and the South Half of the Southwest Quarter of Section 12; the North Half and the North Half of the South Half of Section 13; the Northeast Quarter of the Northwest Quarter, the South Half of the Southwest Quarter, the Northeast Quarter, the Southwest Quarter, and the West Half of the Southeast Quarter of Section 14; the Southeast Quarter of Section 15; the North Half of the Northeast Quarter of Section 22; and the North Half of the Northwest Quarter of Section 23; all in Township 10 South, Range 25 West, Logan County, Kansas.

- 4. Pursuant to K.A.R. 82-3-111, Operator obtained temporary abandonment status for the Cook WFU #8W WIW effective May 18, 2004. The subject well has maintained such status from May 2004 to the present date.
- 5. 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 regulations through an application filed with the Commission pursuant to K.A.R. 82-3-100. Operator seeks such an exception.
- 6. Operator filed for and was granted an initial 10-year limitation exception by the Kansas Corporation Commission. Such exception expired on or about October 14, 2017. Operator seeks a second exception.
- 7. The subject well demonstrated mechanical integrity as evidenced by passage of Commission Staff-witnessed mechanical integrity test on or about September 22, 2017.
- 8. Operator is keeping the subject well for potential reinjection of water into the Lansing Kansas City zone. The subject well should not be plugged to prevent economic waste associated with re-drilling for future needs as an injection well. Estimated cost to plug this well is \$20,000. The cost to restore the well to injection capability is estimated to be \$50,000.

Production from the Cook Waterflood Unit is around 18 BOPD with potential reserves estimated at 93,000 barrels of oil.

- 9. Operator has included a plat map showing the locations of all producing, injection, saltwater disposal, temporarily abandoned, and plugged wells located on the same leased premises as the subject well. There are four active producing wells, four active water injection wells, one temporarily abandoned water injection well (the subject well), and one temporarily abandoned water supply well on the lease.
- 10. Based on the foregoing, Operator requests the Commission grant an exception to the 10-year limitation, specifically to allow the subject well to remain eligible for temporary abandonment status for the three (3) years following the expiration of the 10-year limitation. Operator understands that the exception would be valid for three (3) years, but Operator would still need to apply annually to the Conservation Division District Office for approval of an application for temporary abandonment status.
- 11. Listed in the attached Exhibit "A" are the names and addresses of the following persons:
 - A. Each operator of each oil and gas lease covering lands within one-half (1/2) mile radius of the subject well; and
 - B. Each person who owns any mineral interest of record in and under any lands located within one-half (1/2) mile radius of the subject well (provided that such mineral interest is not covered by any oil and gas lease).
- 12. Notice of this application has been published pursuant to K.A.R. 82-3-135a. In addition, notice of the hearing to be held in this matter will be provided as prescribed by K.A.R. 82-3-135.

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

Respectfully Submitted,

Jonathan D. Hayward 2020 N. Bramblewood Wichita, KS 67206 316-265-3311 Fax #316-681-4766

y: Jon Hay

Signature of Submitter

CERTIFICATE OF SERVICE

I hereby certify on this 12th day of October, 2017, true and correct copies of the attached Notice of Filing Application were served by depositing copies of the same in the United States Mail, postage prepaid, and properly addressed to each of the unleased mineral owner(s) and operator(s) set forth in Exhibit "A" attached to said Application filed by Operator, and the above and foregoing original Application was uploaded to the Kansas Corporation Commission via E-filing Express to a new docket

Name of Signed

EXHIBIT A

Cook Waterflood Unit #8X notice area

Landowner – SE/4 Sec. 15-11S-33W (#8X wellsite)

Dennis D. Scheetz Revocable Trust and Phyllis A. Scheetz Revocable Trust 2816 County Road 370 Monument, KS 67747

<u>Operator – SW/4 and SW/4 NW/4 Sec. 14; SE/4 Sec. 15; NE/4 Sec. 22; NW/4 Sec. 23-11S-33W</u>

Berexco LLC 2020 N. Bramblewood Wichita, KS 67206

<u>Unleased mineral owners – NE/4 and SW/4 Sec. 15-11S-33W</u>

Dennis D. Scheetz Revocable Trust and Phyllis A. Scheetz Revocable Trust AS ABOVE

<u>Unleased mineral owner – NW/4 Sec. 22-11S-33W</u>

Robert L. Soucie Trust and Carrie A. Soucie Trust P. O. Box 25 Upland, NE 68981-0025

BEREXCO LLC

BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS NOTICE OF FILING APPLICATION

RE: BEREXCO LLC. - - Application for an exception to the 10 year time limitation of K.A.R. 82-3-111 for the Cook Waterflood Unit #8X well, located in Logan County, Kansas.

TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whomever concerned.

You, and each of you, are hereby notified that Berexco LLC has filed an application for an exception to the 10 year time limitation of K.A.R. 82-3-111 for the Cook Waterflood Unit #8X well located in the SE SE of Section 15-11S-33W, Logan County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protest with the Conservation Division of the State Corporation Commission of the State of Kansas within fifteen (15) days from the date of this publication. These protests shall be filed pursuant to Commission regulations and must state specific reasons why the grant of the application may cause waste, violate correlative rights or pollute the natural resources of the State of Kansas.

All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

BEREXCO LLC 2020 N. Bramblewood Wichita, Kansas 67206 316-265-3311

