THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

| Before Commissioners: | | Shari Feist Albrecht, Chair Jay Scott Emler Pat Apple | | |
|---------------------------------------|-----------------|---|------------------------------|--|
| In the Matter of the Failure of I | Bow Creek Oil |) | Docket No. 18-CONS-3124-CPEN | |
| Company, a General Partnershi | p ("Operator") |) | | |
| to comply with K.A.R. 82-3-111 at the | |) | CONSERVATION DIVISION | |
| Richmond #1, Ross #1 and Bar | ıbury A #1 |) | | |
| wells in Greeley and Hamilton | County, Kansas. |) | License No.: 34530 | |
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PROPOSED DEFAULT ORDER

This matter comes before the State Corporation Commission of the State of Kansas (Commission). Having examined its files and records, and being fully advised in the premises, the Commission finds and concludes as follows:

JURISDICTION

1. K.S.A. 77-520 provides that if a party fails to attend any stage of an adjudicative proceeding, the agency may issue a default order with a statement of the grounds. The party has seven days to file a written motion to vacate, which shall state the grounds relied upon.

II. FINDINGS OF FACT

2. On August 31, 2017, the Commission issued a Penalty Order finding the Operator committed three violations of K.A.R. 82-3-111 because the subject wells noted as the Richmond #1, Ross #1, and Banbury A #1 have been inactive in excess of the time allowed by regulation without being plugged, returned to service, or approved for Temporary Abandonment (TA) status.¹ The Order fined the Operator a \$300 penalty and ordered the subject wells be returned to service or obtain TA status for the wells if eligible.²

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¹ Penalty Order at 2-3 (Aug, 31, 2017).

 $^{^{2}}$ Id

- 3. On October 5, 2017, the Operator requested a hearing.
- 4. On October 6, 2017, Commission Conservation Staff (Staff) acknowledged receipt of the request for hearing.
- 5. On November 9, 2017, the Commission issued the Order Designating Prehearing officer and Setting Prehearing Conference for November 7, 2017.³
 - 6. On November 7, 2017, the Prehearing Officer convened the Prehearing Conference. The Operator failed to attend, and Staff verbally moved that the Commission issue a Default Order.

III. CONCLUSIONS OF LAW

7. Pursuant to K.S.A. 77-520(a), the Commission finds Operator's failure to attend the Prehearing Conference constitutes default. Staff's verbal motion for a Default Order should be granted.

THEREFORE, THE COMMISSION ORDERS:

- A. Staff's motion for a Default Order is granted.
- B. Pursuant to K.S.A. 77-520(b), any party may file a written motion requesting that this Default Order be vacated and stating the grounds relied upon, within seven calendar days after service of this Order, with three additional days added to account for service by mail. If no request to vacate is received the Penalty Order shall become effective.
- C. The Commission retains jurisdiction over the subject matter and the parties and may enter additional orders as it deems appropriate.

³ Order Designating Prehearing Officer and Setting Prehearing Conference at 2 (Oct. 12, 2017).

BY THE COMMISSION IT IS SO ORDERED.

DLK/sc

Albrecht, Chair; Emler, Commissioner; Apple, Commissioner

| Dated: | JAN 1 8 2018 | Lynn U. let |
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| | | Lym M. Retz |
| | | Secretary to the Commission |
| Mailed Date: _ | JAN 1 9 2018 | |
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CERTIFICATE OF SERVICE

| I certify that on JAN 1 | 8, 2018 | , I caused a complete and accurate copy |
|--|----------------------|---|
| of this Order to be served via United Standardssed to the following: | tates mail, with the | postage prepaid and properly |
| Marla K. Stroup Bow Creek Oil Company, General Part 1304 Eisenhower Road Hays, KS 67601 | tnership | |
| and delivered by e-mail to: | | |
| Steve Pfeifer KCC District #1 | | |
| Jonathan R. Myers, Litigation Counsel KCC Central Office | | |
| Dustin L. Kirk, Deputy General Counse KCC Topeka Office | <u>/s/ De</u> | eeAnn Shupe Ann Shupe |

Order Mailed Date

JAN 1 9 2018