2016-08-30 15:45:54 Kansas Corporation Commission /s/ Amy L. Green

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

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Jay Scott Emler, Chairman

Shari Feist Albrecht

Pat Apple

In the matter of an Order to Show Cause)	Docket No.: 17-CONS-3072-CSHC
issued to Harley Dean Lavery dba Tri-L Oil)	
Co. ("Operator") regarding responsibility)	CONSERVATION DIVISION
under K.S.A. 55-179 for unplugged wells on)	
an expired license.)	License No.: 31470

MOTION FOR AN ORDER TO SHOW CAUSE, THE DESIGNATION OF A PREHEARING OFFICER, AND THE SCHEDULING OF A PREHEARING CONFERENCE

For the following reasons, Commission Staff moves for an Order to Show Cause, the designation of a prehearing officer, and the scheduling of a prehearing conference in this matter:

L. JURISDICTION & LEGAL STANDARD

- 1. The Commission has jurisdiction to regulate oil and gas production in Kansas under Chapter 55 of the Kansas Statutes Annotated and the General Rules and Regulations for the Conservation of Crude Oil and Natural Gas, K.A.R. 82-3-100 *et seq*.
- 2. K.S.A. 55-162 provides the Commission with jurisdiction to institute proceedings to enforce the laws of Kansas and Commission rules, regulations, and orders.
- 3. K.S.A. 55-179 provides the Commission with jurisdiction to determine the persons legally responsible for the proper care and control of oil and gas wells, including the responsibility to plug the wells.
- 4. K.S.A. 55-179(b) provides that a person who is legally responsible for the proper care and control of an abandoned well shall include one or more of the following:
 - a. Any operator of a waterflood or other pressure maintenance program deemed to be causing pollution or loss of usable water;

b. the current or last operator of the lease upon which such well is located,

irrespective of whether such operator plugged or abandoned such well;

c. the original operator who plugged or abandoned such well; and

d. any person who without authorization tampers with or removes surface

equipment or downhole equipment from an abandoned well.

K.S.A. 55-180 gives the Commission a cause of action against responsible parties

for the reasonable plugging costs of abandoned wells.

6. K.A.R. 82-3-120 provides that no Operator shall conduct activities at a well

without a current license.

5.

II. STAFF'S ALLEGATION OF FACTS

7. The wells listed on the attached Exhibit A are unplugged. As the wells are listed

on Operator's license, which is expired, the wells appear to be abandoned. Pursuant to Kansas

statutes and Commission regulations, Operator appears to be responsible for plugging the wells.

8. If Operator does not bring these wells into compliance with Commission

regulations, then Operator's license should be suspended and any injection authority associated

with the unplugged wells should be revoked.

III. CONCLUSION

9. Based on the above, Staff requests that an Order to Show Cause be issued,

designating a prehearing officer and scheduling a prehearing conference.

Respectfully submitted,

Jonathan R. Myers, #25975

Litigation Counsel

Kansas Corporation Commission

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Exhibit A

Laver, Harley Dean dba Tri-L Oil Co. License: 31470

Unplugged Wells on Operator's License								
API Well#	Lease Name / Well #	Well Location	County					
15-133-02330-00-00	JOHNSON 23	34-27S-19E, NW	NEOSHO					
15-133-23675-00-00	JOHNSON 2-4	34-27S-19E, NE	NEOSHO					
15-133-23676-00-01	JOHNSON 25	34-27S-19E, SWNENW	NEOSHO					
15-133-23677-00-00	JOHNSON 2-6	34-27S-19E, NENE	NEOSHO					
15-133-23690-00-00	JOHNSON Z-10	34-27S-19E, NWNW	NEOSHO					
15-133-23691-00-00	JOHNSON Z-9	34-27S-19E, NWNW	NEOSHO					
15-133-23692-00-00	JOHNSON Z-8	34-27S-19E, NENE	NEOSHO					
15-133-23693-00-00	JOHNSON 2-7	34-27S-19E, NWNWNW	NEOSHO					
15-133-25148-00-00	JOHNSON B 1-WS	34-27S-19E, NENW	NEOSHO					

CERTIFICATE OF SERVICE

I certify that on <u>August 30, 2016</u>, I caused a complete and accurate copy of this Motion to be served via United States mail, with the postage prepaid and properly addressed to the following:

Harley Dean Lavery dba Tri-L Oil Co. 2351 Minnesota Rd Iola, KS 66749

/s/ Paula J. Murray
Paula J. Murray
Legal Assistant
Kansas Corporation Commission