THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Andrew J. French, Chairperson

Dwight D. Keen Annie Kuether

In the matter of the failure of Par Resources, Docket No.: 26-CONS-3098-CPEN LLC (Operator) to comply with K.A.R. Secondary Se

PENALTY ORDER

The Commission finds Operator has violated K.A.R. 82-3-111 regarding the captioned well, assesses a \$100 penalty, directs Operator to come into compliance, and further rules as more fully described below.

I. JURISDICTION

- 1. K.S.A. 74-623 provides the Commission exclusive jurisdiction and authority to regulate oil and gas activities in Kansas. K.S.A. 55-152 provides the Commission with jurisdiction to regulate the construction, operation, and abandonment of any well, and also the protection of the usable water of this state from any actual or potential pollution from any well. The Commission has licensing authority under K.S.A. 55-155.
- 2. K.S.A. 55-162 and K.S.A. 55-164 provide the Commission authority to issue penalty orders for violations of Chapter 55 of the Kansas Statutes Annotated, or of any rule, regulation, or order of the Commission. Under K.S.A. 55-164, a penalty order may include a monetary penalty of up to \$10,000, the penalty must constitute a substantial and actual economic deterrent to the violation, and each day of a continuing violation constitutes a separate violation.
- 3. K.A.R. 82-3-111 provides that within 90 days after operations cease on any well, the operator of that well shall plug the well, return the well to service, or file an application with

the Conservation Division requesting temporary abandonment (TA) status. If not plugged or returned to service, the operator must obtain TA approval; TA status may be denied by the Conservation Division if necessary to prevent pollution. A well shut-in for 10 years or more cannot be granted TA status without the operator filing an application for an exception pursuant to K.A.R. 82-3-100 and approval from the Commission. K.A.R. 82-3-111(e) provides a TA exemption for certain wells fully equipped and capable of production.

II. FINDINGS OF FACT

- 4. Operator is licensed to conduct oil and gas activities in Kansas and is responsible for the Neuman-Wheatley Farms OWWO #1-19 (Subject Well), API #15-119-20291-00-01, located in Section 19, Township 33 South, Range 30 West, Meade County, Kansas.
- 5. On July 10, 2025, Commission records indicated the Subject Well had been inactive and unplugged for longer than the 90 days allowed by K.A.R. 82-3-111, that the well was not exempt pursuant to K.A.R. 82-3-111(e), and that the well was not approved for TA status. Thus, Commission Staff sent a letter to Operator, requiring Operator to bring the Subject Well into compliance with K.A.R. 82-3-111 by August 9, 2025.
- 6. On September 11, 2025, Commission Staff inspected the Subject Well, because the deadline in the letter had passed and the violation had not been resolved, verifying that the well continued to be inactive and unplugged.²

III. CONCLUSIONS OF LAW

7. The Commission has jurisdiction over Operator and this matter under K.S.A. 74-623 and K.S.A. 55-152.

² Exhibit B.

¹ Exhibit A.

8. Operator has committed one violation of K.A.R. 82-3-111 because the Subject Well has been inactive in excess of the time allowed by regulation without being plugged, returned to service, or approved for TA status.³

THEREFORE, THE COMMISSION ORDERS:

- A. Operator shall pay a \$100 penalty.
- B. Operator shall plug the Subject Well, or return the well to service, or obtain TA status for the well if eligible.
- C. Commission Staff may require Staff-witnessed static fluid level measurements before a Subject Well is returned to service. A Subject Well may not be returned to service if (1) any measurement has shown fluid in the wellbore at or above the appropriate minimum surface casing requirement described in Table I of the Commission's August 1, 1991, Order in Docket 34,780, (2) any measurement has shown fluid in the wellbore at or above any salt formation or other corrosive formation, or (3) in the opinion of Staff, variation in measurements indicates the possibility of a casing leak. Provided, however, a Subject Well may be returned to service upon (a) passing a casing integrity test after issuance of this Penalty Order to the satisfaction of Staff, or (b) Staff providing written, well-specific authorization after issuance of this Penalty Order.
- D. Operator may request a hearing on the above issues by submitting a written request, pursuant to K.S.A. 55-164, K.S.A. 77-537, and K.S.A. 77-542, to the Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202, within 30 days from the date of service of this Order. A request for hearing must comply with K.A.R. 82-1-219.
- E. Failure to timely request a hearing will result in a waiver of Operator's right to a hearing. If no party timely requests a hearing, then this Order shall become final.

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³ K.S.A. 55-164; K.A.R. 82-3-111(b).

F. If Operator is not in compliance with this Order and the Order is final, then Operator's license shall be suspended without further notice and shall remain suspended until Operator complies. If a Subject Well has been inactive for more than 10 years and Operator applies for an exception to the 10-year limit on TA status for the Subject Well prior to this Order becoming final, and Operator would be in compliance with this Order if the application were approved, then suspension shall not be enforced unless: (1) the application is denied, and (2) 30 days have elapsed since the denial. The notice and opportunity for a hearing on this Order shall constitute the notice required by K.S.A. 77-512 regarding license suspension.

G. A party may petition for reconsideration of a final order pursuant to the requirements and time limits established by K.S.A. 77-529(a)(1).⁴

H. Credit card payments may be made by calling the Conservation Division at 316-337-6200. Checks and money orders shall be payable to the Kansas Corporation Commission. Payments shall be mailed to the Kansas Corporation Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202. Payments must reference the docket number of this proceeding.

BY THE COMMISSION IT IS SO ORDERED.

French, Chairperson; Keen, Commissioner; Kuether, Commissioner

Dated: 10/07/2025	(Whtee)
	Celeste Chaney-Tucker
	Executive Director
Mailed Date: 10/07/2025	
KAM	

⁴ See K.S.A. 55-162; K.S.A. 55-164; K.S.A. 55-606; K.S.A. 55-707; K.S.A. 77-503(c); K.S.A. 77-531(b).

Conservation Division District Office No. 1 210 E. Frontview, Suite A Dodge City, KS 67801



Phone: 620-682-7933 http://kcc.ks.gov/

Laura Kelly, Governor

Andrew J. French, Chairperson Dwight D. Keen, Commissioner Annie Kuether, Commissioner

07/10/2025

Robert Reed Par Resources, LLC PO BOX 270331 OKLAHOMA CITY, OK 73137-0331

Re: Temporary Abandonment API 15-119-20291-00-01 NEUMAN-WHEATLEY FARMS OWWO 1-19 NE/4 Sec.19-33S-30W Meade County, Kansas

Dear Robert Reed:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

Shut-in Over 10 years

Pursuant to K.A.R. 82-3-111, the well must be plugged, or returned to service, or obtain temporary abandonment status by 08/09/2025.

This deadline does NOT override any compliance deadline given to you in any Commission Order.

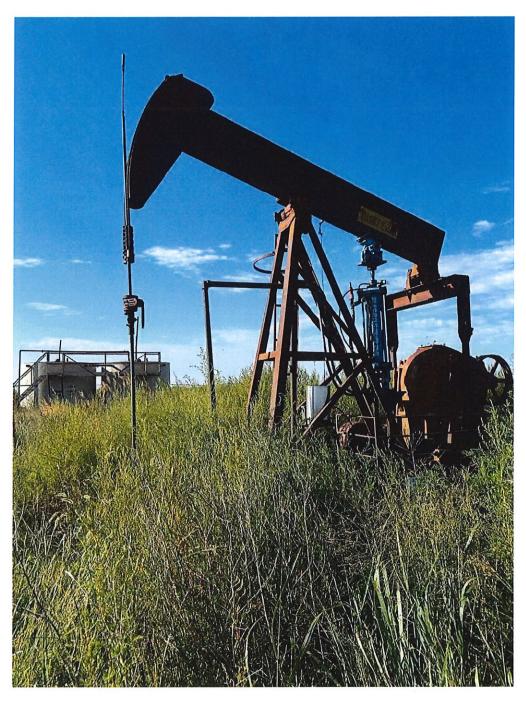
You may contact me if you have any questions.

Sincerely, Michael Maier KCC DISTRICT 1

KCC OIL/GAS REGULATORY OFFICES

Date: <u>09/11/25</u>	District: _1 Case #:	
	New Situation Lease Inspection	
	Response to Request Complaint	
	Follow-Up Field Report	
	API Well Number: <u>15-119-20291-00-01</u>	
Operator License No: <u>36160</u>		
Op Name: Par Resources, LLC	Spot: NE SW NE NE Sec 19 Twp 33 S Rng 30 E / W	
Address 1: PO Box 270331	Feet from N/ S Line of Section	
Address 2:	693' Feet from Feet from E / W Line of Section	
City: Oklahoma City	GPS: Lat: <u>37.16815</u> Long: <u>100.61917</u> Date: <u>9/11/25</u>	
State: KS Zip Code: <u>73137</u> -0331	Lease Name: Neuman-Wheatley Farms OWWO Well #: 1-19	
Operator Phone #: (405) 413-0868	County: Meade	
Reason for Investigation:		
Shut in over 10 years.	N m on N Supplies the N Supplies the N Supplies the N	
Problem:		
Well not producing.		
vveir not producing.		
Persons Contacted:		
None		
Findings:	. Her 701 M. L., 701 May 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
Gas well with pumping unit. 2 200bbl stee overgrown with weeds, no traffic on road.	el tanks, heater treater and meter run on location. Lease road is Valve shut off at well head. Meter run has no power.	
Settlemen (200) Settlemen W.F.		
radional SW 5 Sandah WE 7		
and the terms of the con-		
11-2		
3 100		
Action/Recommendations: F	Follow Up Required Yes No Date:	
Send Penalty Letter.		
Verification Sources:	Photos Taken:	
✓ RBDMS ✓ KGS	TA Program	
T-I Database District Files	Courthouse By: Wade Klaus	
✓ Other: on-site inspection		
Retain 1 Copy District Office		
Send 1 Copy to Conservation Division	Form	

Exhibit B Page 1 of 2



9/11/25

Par Resources, LLC

Neuman-Wheatley Farms OWWO #1-19

NE 19-33S-30W

Meade Co.

Pumping unit with well head shut in.

CERTIFICATE OF SERVICE

26-CONS-3098-CPEN

I, the undersigned, certify that a true copy	of the attached Order has b	een served to the fo	ollowing by means of
first class mail and electronic service on	10/07/2025		

FRED MACLAREN
KANSAS CORPORATION COMMISSION
DISTRICT OFFICE NO. 1
210 E. FRONTVIEW SUITE A
DODGE CITY, KS 67801
frederic.maclaren@ks.gov

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PO BOX 270331
OKLAHOMA CITY, OK 73137-0331
gamedayrob@aol.com

KENNY SULLIVAN, DISTRICT #1 SUPERVISOR KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 kenny.sullivan@ks.gov KELCEY MARSH, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 kelcey.marsh@ks.gov

ROBYN STALKFLEET, ADMINISTRATIVE SPECIALIST KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 robyn.stalkfleet@ks.gov

/S/ KCC Docket Room

KCC Docket Room