2017.03.30 15:38:02 Kansas Corporation Commission /S/ Amy L. Green

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CONSERVATION DIVISION WICHITA, KS

THE STATE CORPORATION COMMISSION

OF THE STATE OF KANSAS

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Before Commissioners: Pat Apple, Chairman Shari Feist Albrecht Jay Scott Emler

In the matter of the Notice of Denial of License Renewal Application for Agricultural Energy Service, Kansas Operator License Number 34089 Docket No.: 17-CONS-3529-CONSERVATION DIVISION

License No.: 34089

AGRICULTURAL ENERGY SERVICES' WRITTEN REQUEST FOR HEARING

COMES NOW Agricultural Energy Services, LLC (hereinafter "Applicant" or AES), by and through its attorney, Lee Thompson, Thompson Law Firm, L.L.C., and for its written request for hearing in the captioned matter, states as

follows:

1. Applicant is a corporation organized to do business in the State of Kansas and has been issued a license to conduct oil and gas activities by the Kansas Corporation Commission ("Commission") under Operator License Number 34089.

2. On March 24, 2017, the Commission sent Applicant a notice of denial of license renewal application pursuant to K.S.A. §55-155 (c)(4) ("Notice of Denial") alleging that Applicant "appears" to be associated with First National Oil, Inc., License #6230, which has a suspended operator's license in Kansas.

The notice of denial constitutes a summary order pursuant to K.S.A. §77 537.

4. As the Notice of Denial is a summary order it does not, as a matter of law, take effect until after the time for requesting a hearing has expired. K.S.A. §77-537(a)(4). Thus, this notice of hearing stays any such attempted order.

5. In addition to affording Applicant its right to be heard, a hearing in this matter is absolutely necessary for the following reasons:

a. The putative justification for application of K.S.A. §55-155 (c)(4) in the Notice of Denial is factually incorrect and legally without merit. The referenced statute cannot, on its face and as a matter of law, be brought to bear on the Applicant, Agricultural Energy Services;

b. The Notice of Denial, if construed to affects the rights and privileges and status of AES is ultra vires, violates due process rights of AES and attempts in a fashion difficult to discern some form of corporate veil piercing unknown at law;

c. The Notice of Denial is a breach of prior Orders of the Commission and would seem to be taken in bad faith as it previously held that Agricultural Energy Services, LLC has no sufficient relationship to First National Oil, Inc. and that the corporate veil could not be pierced; d. The Commission is in breach of prior Orders in which the Commission held and acknowledged the "voluntary" commitment of the personal and separate resources of Montgomery A. Escue, not the Applicant, to assist the Commission.

5. Operator operates a substantial number of wells in the State of Kansas and will suffer immediate and irreparable harm if the Notice of Denial becomes a final order.

WHEREFORE, Applicant prays that this matter be set for hearing pursuant to K.S.A. § 77-737, and upon hearing, that the Commission approve Applicant's license renewal application.

> Respectfully Submitted, Agricultural Energy Services, LLC

By

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Attorney for Applicant

VERIFICATION

STATE OF KANSAS ss: **COUNTY OF SEDGWICK**

Lee Thompson, of lawful age, being first duly sworn, upon oath states: he has the authority on behalf of the Applicant to file this request for hearing, has read this document, knows the contents and knows all of the statements are true and correct.

Lee Thompson, Ks. # 08361

Subscribed and sworn for me this 30th day of March, 2017.



NOTARY PUBLIC

CERTIFICATE OF SERVICE

I hereby certify on this 30th day of March, 2017, the true and correct original and seven copies of the above and foregoing Request for Hearing were hand delivered to the Commission at 266 N. Main, Suite 220, Wichita Kansas as directed in the Notice of Denial.

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LEE THOMPSON