2015-12-28 09:47:14

Kansas Corporation Commission

/s/ Amy L. Green

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 Drake)	Docket No. 16-CONS-512-CPEN
LLC to comply with K.A.R. 82-3	3-603 at the)	
Mitchell Lease Tank Battery in S	lumner)	CONSERVATION DIVISION
County, Kansas.)	
)	License No. 33556

PRE-FILED TESTIMONY

OF

DAN FOX

- 1 Q. What is your name and business address?
- 2 A. Dan Fox, 3450 N. Rock Road, Suite 601, Wichita, Kansas 67226.
- 3 Q. By whom are you employed and in what capacity?
- 4 A. I'm employed by the Conservation Division of the Kansas Corporation Commission, as
- 5 Compliance Officer for District #2, which covers most of central Kansas.
- 6 Q. How long have you been employed by the KCC?
- 7 A. Since April 2007. Before becoming Compliance Officer, I was an Underground Porosity
- 8 Gas Storage Field Technician in District #2. I have been Compliance Officer since 2010.
- 9 Q. Have you previously testified before this Commission?
- 10 A. No, although I have submitted pre-filed testimony.
- 11 Q. What does your position with the Conservation Division involve?
- 12 A. As compliance officer, I prepare evidence necessary to recommend penalties for
- violations of Commission regulations. My job includes reviewing Staff field reports,
- sending notice of violation letters, and generally trying to resolve compliance issues. I
- 15 conduct inspections myself whenever necessary.
- Q. Are you familiar with this KCC Docket, 16-CONS-512-CPEN?
- 17 A. Yes.
- 18 Q. How are you familiar with this Docket?
- 19 A. I made the penalty recommendation that resulted in the Commission issuing the Penalty
- Order, and I conducted the necessary inspection to support the penalty recommendation.
- 21 Q. How did you first become familiar with this matter?
- A. Commission regulations, specifically K.A.R. 82-3-603(b), require operators to notify the
- appropriate district office of any escape of saltwater that meets the definition of a spill.
- 24 Under K.A.R. 82-3-101(a)(69), a spill is essentially any saltwater that escapes beyond six
- feet from a diked area, pit, or wellbore. On July 21, 2015, Drake Exploration
- 26 ("Operator") called in a spill at the Mitchell Lease Tank Battery, stating that a saltwater
- 27 tank had emptied into the diked area around the tank battery, washing out the diked area
- and releasing 18 barrels of fluid down the lease road and into a field. I took Operator's
- 29 call reporting the spill. A copy of my notes from the time is attached (Exhibit A).
- 30 Q. What did you tell Operator during the phone call?
- 31 A. I told Operator that he would have to scrape up the contaminated soil and replenish it
- with fresh soil.

- 1 Q. Did you give Operator a deadline to do so?
- 2 A. No. Under K.A.R. 82-3-603(e)(1), operators are required to clean up any spill within 10
- days of discovery or knowledge, or by the deadline prescribed in writing by the district
- 4 office. The district office does not always prescribe a deadline, because except for
- 5 situations where the spill is especially large or difficult to clean up, we typically want the
- 6 regulatory deadline to be determinative. Also, for example, if an operator reports a spill
- 7 two weeks after the operator knew about it, we do not want to give any more time, since
- 8 that would encourage late reporting. In this case, the spill should have been cleaned up
- 9 within 10 days, and no additional time should have been necessary.
- 10 Q. Did Operator request a deadline?
- 11 A. No.
- 12 Q. What happened next?
- A. On August 17, 2015, I inspected the spill site and determined that the soil had not been
- remediated. I took photographs, which are attached (Exhibit B). You can see the heavy
- salt crystals on the ground in the pictures and the general extent of the spill. You can also
- see that the dike around the tank battery is not very substantial. It was clear that Operator
- had not conducted any soil remediation. Since Operator had not cleaned up the spill
- within 10 days, as required by regulation, I submitted a penalty recommendation.
- 19 O. Have you reviewed Operator's Request for Hearing?
- 20 A. Yes.
- Q. Paragraph 3 of Operator's Request for Hearing states that "the spill was remediated in a
- 22 timely manner." Is that true?
- A. No. If the spill occurred July 21, 2015, which is what Operator reported, then according
- to our regulations it was required to be remediated by July 31, 2015.
- 25 Q. Paragraph 3 of Operator's Request for Hearing states that the spill has now been
- remedied. Is that true?
- A. Yes. The Commission issued the Penalty Order on September 3, 2015. After the Penalty
- Order was issued, Operator started remediating the spill. It appears to now be remediated,
- 29 although we will not know for certain until we see vegetation in the spring.
- Q. Does this conclude your testimony as of this date, December 28, 2015?
- 31 A. Yes.

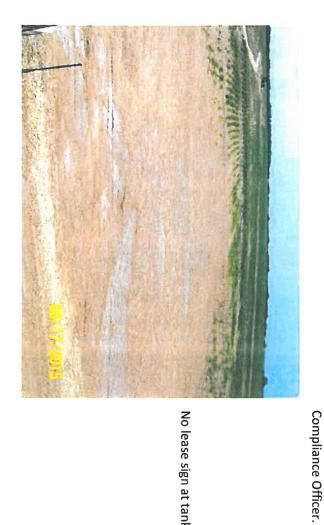


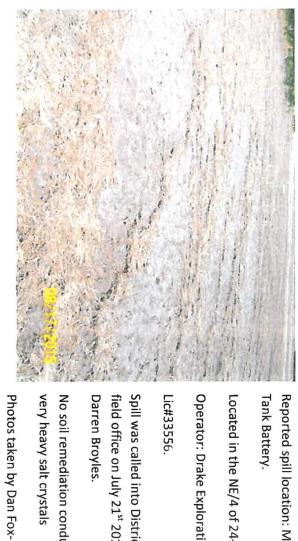
TELEPHONE SPILL DATA SHEET

OPERATOR, LEASE,	& AGENT INFORM	ATION			
Contact Name:	en Broyles		Phone:	20-441-	7223
Operator Name:	Exploration		lic#	3355	
Lease Name:	oll # fank	Section:	County:		
Quarter calls:	NE/4	Section:	Township	Ran	ge: /E
Other Directions?					
Call Taken By:	Agent Assigned:	Dan Fox	Case # Ass	igned: 2015	-6738
Date and Time of Call:	7/21/15				
L	111	,	Anna dia mandri dia mandri dia mpikambana and dia mandri dia mandri dia mandri dia mandri dia mandri dia mandri		
SPILL INFORMATION					
Cause and Description of Spill I	ncluding Area Affected				
Cause and Description of Spill I	dike.	salt water	olike	ak en	ptied
18 bbl. Do	un lease 2	Gad. Die	(ne)	In & fi	eld.
Did Spill Reach Waterway or pond?	Did Spill travel off the Lease?	Has the Spill been S	topped?	Has the Landown	er been notified?
Yes No No	Yes No L	Yes	No	Yes	No 🕡
Date and Time Spill occurred:	Date and Time Spill was discovered	ed: Fluid	Oil:	Brine:	Other(explain):
7/21/15 8,000	7/21/15 609:00	Amounts	None	18 26/3	
Explain Cleanup Activities up to	this Point: 1/ac	truck D	ched	up. a	//
Explain Cleanup Activities up to this Point: Vac truck picked up. all free standing fillids. That was it.					
,	0				
Describe Plans for Cleanup of S	pill: I stated	Hat I	arren	would	heve
4 scrape up cropped field.	any con fam.	nated soi	1 in	the land	NOUNERS
cropped field.	Asad ve please	with free	h 50.	il.	
Other Contacts and Phone Num	bers		a proposa and a second a second and a second a second and		
				OMMORPHICAL A RESIDENCE OF A DISCORDER COMMITTEE OF A DISCORDER COMMITT	
ADMINISTRATIVE SEC	CTION				
Spill ID #:	Date Entered:				
Other Notes:	307.00				
22482	7-21	300			

1. DATE REPORTED:					
Spill No. 7/21/2015 DKH	r1	630	Initial	l report 🗵	
mo day year initi (als time r 2400 hr)	reported		Update (che	eck one)
II. INITIAL REPORT BY: (if	other than s	piller)			
Name:		Te	lephone		and the first of the first of the second of
Address:		EH2 B	1.5		and the state of t
(circle one) 2. NRC 7. KDHE	1.	. EPA 3. Kansas Agency	15. a 16. c y 17. I	anonymous other	
8. private ci	tizen 14	1. federal agenc	у 17, І)EP	
EPA Spill No.	DEP	Spill No.			
III. SPILLER: Did spiller report	incident?	X YESN	0		
Contact Darren Broyles		Teleph	one 620 - 441 -	7223	
Company Drake Exploration	#	33556 Street	6535 12 th Rd.		en make the manage and to cook and the one
City Douglass		State	KS Zip	67039	
IV. SPILL INFORMATION:			KDHE Distri	ict 2	
Spill: Date 07 / 21 / 2015 To day year	ime 0900 2400 hr	Discovery:	Date 07 / 21 / 20 mo day yea	15 Time ar 2	0900 400 hr
Address		(City		
(OR) Legal NE/4 of 24-34-1E			ounty Sumper	State	Kansas
		Ť			T
Material Spilled	Material Code	Amount Spilled	Amount Recovered	Unit Code	CAS Id.No
A. brine	28	18 bbls	unknown	3	6738
В					
С.					
Material Codes:				Unit Codes	
1. PCB 3. crude oil 4 gasoline 5. diesel fuel 6. other fuel 7. asphalt 8. animal/veg. oil 9. waste oil 10. other oil 14. agric. chemicals	17. fer 18. met 19. aci 20. org 21. cau 22. alc 25. oth	ganic solvents stics cohol er nown		2. 3. 4. 5. 6. 7. 8.	gallons pounds barrels tons sheen unknown ppm pints quarts
SPILL TYPE: (Circle ALL that per 1. motor vehicle 2. rail 3. marine 4. pipeline 5. aircraft	6. tan 7. U.G 8. dis	tank charge ed facility		13. tran 14. expl	lease nsformer osion cuation
Circle ALL affected Media.					
1. air 2. ground wate	er 3.	surface water	4. soil	5. n	ione
Circle ALL affected waterways.					
2. stream 6 3. creek 7	sanitary slakepondditch	ewer	9. ground water 10. reservoir 11. canal 12. wetland		
National Response W/ Coast Guard		8802		Exhibit A Page 2 of 3	

Incident Description:		1 1 1 1 1 1 1	
7-21-15 Operator states the s	and the state of t		
landowners field and affected	some of the crops		
NVPPCarl .			
7. INVESTIGATION AND CLEAN-UP:			
Field investigation has (Circle	ATT that mantain		
Field investigation by: (Circle 2. EPA/TAT	19. local Fire		23. none
14. KDHE			25. none
15. USCG	20. local police		26. KCC
18. local health	21. county22. fire marshal		27. DEP
10, 10cal Health	ZZ. THE Maishar		Z7. DEF
f NOT KDHE/KCC:			
Name:		Telephone	
wane.		rerephone _	
KDHE/KCC Staff Time:			
Staff Computer Initials	Hours Worked	Sign	ature
DKF	2.0		
 CLEAN-UP METHODS: (Circle A. 1. physical removal neutralization stabilized 	5. dilution 6. biodegration 7. recycled		other unknown
4. burning	8. no clean-up		
4. Duffilling	o. no crean-up		
escribe the clean-up:			
-21-15 Operator states they hav	e called out a vac truck	c to pickup all	free standing fluids.
o further remediation has been			
ontaminated soil and replenish	with fresh soil		
-17-15 No soil remediation has	taken place, there are	salt crystals a	ll over the farm ground
ext to the tank battery. Operat	or shows no signs of phy	ysical removal	of contaminated soil.
Photos taken)			
Follow up required? 🛛 Yes	□ No	Date	Closed / /
2	—		
eport prepared by:		Date	: / /





Tank Battery. Reported spill location: Mitchell

Located in the NE/4 of 24-34-1E.

Operator: Drake Exploration, LLC

Lic#33556.

field office on July 21st 2015 by Spill was called into District 2

very heavy salt crystals No soil remediation conducted, Darren Broyles.





No lease sign at tank battery.



THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Shari Feist Albrecht, Chair Jay Scott Emler Pat Apple		
Docket No. 16-CONS-512-CPEN CONSERVATION DIVISION License No. 33556		

CERTIFICATE OF SERVICE

Jeff Kennedy Martin, Pringle, et al. 100 North Broadway, Suite 500 Wichita, Kansas 67202 Attorney for Drake Exploration, LLC

Paula Murray Legal Assistant

Kansas Corporation Commission