2019-02-25 13:47:32 Kansas Corporation Commission /s/ Lynn M. Retz

STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the matter of the failure of Liberty Oper &)	Docket No. 19-CONS-3135-CPEN
Compl, Inc. ("Operator") to comply with)	
K.A.R.82-3-407 at the Farr SWD (Salber B)#1)	CONSERVATION DIVISION
in Rooks County, Kansas)	
•)	License No. 8925

PRE-FILED TESTIMONY

OF

Richard Williams

On Behalf of Commission Staff

- 1 Q. What is your name and business address?
- 2 A. Richard Williams, 2301 E. 13th Street Hays, Kansas 67601.
- 3 Q. By whom are you employed and in what capacity?
- 4 A. I am employed by the Conservation Division of the Kansas Corporation Commission, District
- 5 #4 Office, as an Environmental Compliance and Regulatory Specialist (ECRS), the
- 6 Temporary Abandoned Well Coordinator, and the District #4 Compliance officer.
- 7 Q. How long have you been employed by the KCC?
- 8 A. Since July 1997, and as the District #4 Temporary Abandoned Well Coordinator and
- 9 Compliance Officer since 2014.
- 10 Q. Have you previously testified before this Commission?
- 11 A. Yes.
- 12 Q. What duties does your position with the Conservation Division involve?
- 13 A. As compliance officer, I prepare evidence necessary to recommend penalties for violations of
- 14 Commission regulations. My job includes reviewing Staff field reports, coordinating day-to-
- day operations of the District #4 office, sending notice of violation (NOV) letters, and
- generally trying to resolve compliance issues. I work to coordinate scheduling of Staff-
- witnessed well completions, well pluggings, and mechanical integrity tests (MIT). I make sure
- spills and complaints are investigated, verify proper construction of wells, help train District
- 19 Staff regarding Commission regulations, and work with Commission Staff in Wichita.
- Q. Are you familiar with this docket, 19-CONS-3135-CPEN?
- A. Yes, I have reviewed all fillings in this docket. The Operator was penalized for one violation
- of K.A.R. 82-3-407 because a current and successful MIT had not been performed on the
- subject well.

- Q. Would you please explain the requirements of K.A.R. 82-3-407?
- 2 A. Yes. Under K.A.R. 82-3-407(a), injection wells must be completed, equipped, operated, and
- 3 maintained in a manner that prevents pollution of fresh and usable water, prevents damage to
- 4 sources of oil or gas, and confines fluids to the interval approved for injection. Operators
- 5 demonstrate this by performing an MIT at least once every five years.
- 6 Q. Was the Operator notified that the subject well's MIT deadline was approaching?
- 7 A. Yes. Staff mailed the Operator a reminder letter on November 27, 2017. The letter listed the
- 8 subject well's current MIT expiration date as June 18, 2018. The reminder letter is attached
- 9 as R.W. Exhibit 1.
- 10 Q. Did the Operator conduct an MIT by the listed expiration date?
- 11 A. Yes. Technically the Operator was a day late conducting the MIT. The Operator conducted
- an MIT on the subject well on June 19, 2018, but the well failed. A copy of the failed MIT is
- attached as R.W. Exhibit 2.
- Q. Would you please explain what is required of the Operator under K.A.R. 82-3-407 after
- 15 a well fails an MIT?
- A. Yes. Under K.A.R. 82-3-407(c), the operator of any well failing to demonstrate mechanical
- integrity shall have no more than 90 days to repair and retest the well to show mechanical
- integrity, plug the well, or isolate all leaks to demonstrate the well does not pose a threat to
- fresh or usable water or endanger correlative rights. Additionally, the well must be shut-in
- and disconnected until it complies with K.A.R. 82-3-407(c).
- Q. Was the Operator notified of this 90-day deadline?
- A. Yes. Staff mailed the Operator a failed MIT deadline for compliance letter on June 28, 2018.
- The letter gave the Operator until September 17, 2018, to perform one of the three options

- listed in K.A.R. 82-3-407(c) and stated that failure to do so shall be punishable by a \$1,000
- penalty. The deadline for compliance letter is attached as R.W. Exhibit 3.
- 3 Q. Did the Operator conduct a successful MIT, plug the well, or isolate all leaks to
- demonstrate the well did not pose a threat to fresh or usable water or endanger
- 5 correlative rights by the September 17, 2018 deadline?
- 6 A. No. On September 18, 2018, I submitted a penalty recommendation pursuant to K.A.R. 82-3-
- 7 407 for failure to conduct a successful MIT on the subject well. On October 4, 2018, the
- 8 Commission issued a Penalty Order finding the Operator violated K.A.R. 82-3-407 and
- 9 assessing the Operator a \$1,000 penalty.
- 10 Q. Did the Operator eventually conduct a successful MIT on the subject well?
- 11 A. Yes. The Operator conducted a successful MIT on January 25, 2019; 220 days after the subject
- well originally failed an MIT, 130 days past the 90-day deadline prescribed in K.A.R. 82-3-
- 13 407(c).
- 14 Q. Do you have a recommendation regarding the Penalty Order in this docket?
- 15 A. Yes. The Penalty Order should be affirmed. The Operator failed to conduct a successful MIT
- within 90 days of a failed MIT which is a clear violation of K.A.R. 82-3-407(c). The
- assessment of the \$1,000 penalty in the Commission's Penalty Order is reasonable and should
- be upheld.
- 19 Q. Does this conclude your testimony as of this date, February 25, 2019?
- 20 A. Yes.

CONSERVATION DIVISION 266 N. Main St., Ste. 220 Wichita, KS 67202-1513



Pat Apple, Chairman Shari Feist Albrecht, Commissioner Jay Scott Emler, Commissioner

November 27, 2017

Sam Brownback, Governor

License: 8925

Roger L Comeau Liberty Oper & Compl, Inc 100 SW 9TH PLAINVILLE KS 67663-2229

REMINDER MECHANICAL INTEGRITY TEST APPROACHING DEADLINE

RE: Mechanical Integrity Test Reminder

Dear Operator:

Commission records indicate that the wells on the attached list will soon be due for a Mechanical Integrity Test (MIT). The applicable due date for each well is on the list.

For any questions, or to schedule a testing date, please contact the appropriate District Staff at one of the following phone numbers:

District #1, (620) 225-8888

District #2, (316) 630-4000

District #3, (620) 432-2300

District #4, (785) 625-0550

- The date of the MIT must be mutually agreed upon with District Staff.
- Please contact the appropriate district staff at least 2 days prior to your proposed testing date.
- A representative of the operator must be on site during each MIT.

Failure to conduct any MIT by the applicable due date shall be punishable by a \$1,000 perwell penalty.

Sincerely,

KCC Underground Injection Control Staff

List of Wells: Due for a Mechanical Integrity Test						
DOCKET	API Well #	Lease Name / Well #	Well Location	County	MIT Expiration	
D23557.0	15-163-22461-00-00	FARR SWD (SALBER B) 1	36-7S-19W, SESESW	ROOKS	6/18/2018	

	7	~ ~ ~~~~		1		
CASING MECHANICAL INTEGRITY TEST		DOCKET# _1	D-23 , 557			
Disposal Well X Enhanced Recovery:	NW-SE-SE-SW	, Sec36 ,T		19 E/W		
Flood	530	Feet from South S	Section Line			
Tertiary	2970	Feet from East Se				
Date injection started		Slaber 'B'		1		
API #15- 163-22,461	County Rooks					
Operator: Liberty Operations & Completions Name &	Operator License#	8925				
Address 100 SW 9th St.	Contact Person Ro	oger Comeau		_ >===		
Plainville Kansas 67663	Phone 785-434-46	686		<u> </u>		
Max. Auth. Injection Press 0 Psi; Max Inj	. Rate 1200 bbl/	/d;				
If Dual Completion - Injection above production		low production				
Conductor Surface		5/ · · · · · · · · · · · · · · · · · · ·		Tubing		
Size 13 3/8 8 5/8	4 1/2		Size	2 7/8		
Set at 94 1277	3430		Set at	3328		
Cement Top 0'W 125sx 0			Туре	F.G.		
" Bottom 94 1277	3430		-JF			
The state of the s	'D (and plug back)	3600		ft. depth		
	ize 4 1/2		3328	. тр		
Zone of injection 3430 ft. to ft.		rf. or open hole	O.H.			
Type MIT: Pressure: 02 Radioacti	ve Tracer Survey:		re Survey:			
F Time: Start 0 Min 15 Min 30 I E Pressures: 0 0 0 L D A	Set up 1 Sys	stem Pres. during test nular Pres. during test nid loss during test	±			
T Tested: Casing or Casing - Tubing	g Annulus X	** Operator reporte	d fail****	000		
Α	7	** Operator reported Aut 9	117/2018.	DW		
The bottom of the tested zone in shut in with						
Test Date June 19, 2018 Using Company's Equipment						
The operator hereby certifies that the zone between	een0	feet and 3328		feet		
was the zone tested				a had not		
Signature			Title			
The results were Satisfactory Margin State Agent: Hannel Button REMARKS: Operator reported that well will re-	· · · · · · · · · · · · · · · · · · ·	tisfactory X Witness: YES	FAILE			
		Dist Office				
Orgin. Conservation Div.: Kcc KDHE/T: 4 Dist. Office Computer Update Is there Chemical Scalant or a Mechanical Casing patch in the annular space? (Y/N)						
		IIIIIIII E PORTE	nnular space? (If YES please describe	in REMARKS)		
GPS Lat GPS I	Long		34	KCC Form U-7		



Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Dwight D. Keen, Commissioner Corporation Commission

Jeff Colyer, M.D., Governor

FAILED MECHANICAL INTEGRITY TEST (MIT) *DEADLINE FOR COMPLIANCE*

LICENSE 8925 LIBERTY OPER & COMPL, INC 100 SW 9TH PLAINVILLE KS 67663-2229 June 28, 2018

Re: API No. 15-163-22461-00-00

DOCKET No. D23557.0 FARR SWD (SALBER B) 1 36-7S-19W, SESESW ROOKS County, Kansas

Operator:

On June 19, 2018, the referenced well failed a mechanical integrity test. Under K.A.R. 82-3-407(c), you have 90 days to:

- 1) repair and retest the well to show mechanical integrity,
- 2) plug the well, or
- 3) isolate all leaks to demonstrate the well does not pose a threat to fresh or usuable water or endanger correlative rights.

The well must be shut-in and disconnected until it complies with K.A.R. 82-3-407(c).

Failure to comply with K.A.R. 82-3-407(c) by September 17, 2018 shall be punishable by a \$1,000 penalty.

Please contact this office as soon as possible to let us know your plans for this well.

Sincerely

DARREL DIPMAN KCC District # 4

CERTIFICATE OF SERVICE

19-CONS-3135-CPEN

I, the undersigned, certify that the true copy of the attached Prefiled Testimony of Richard Williams has been served to the following parties by means of first class mail and electronic service on February 25, 2019.

JONATHAN R. MYERS, ASSISTANT GENERAL COUNSEL KANSAS CORPORATION COMMISSION 266 N. Main St., Ste. 220 WICHITA, KS 67202-1513 Fax: 316-337-6211 j.myers@kcc.ks.gov

RENE STUCKY
KANSAS CORPORATION COMMISSION
266 N. Main St., Ste. 220
WICHITA, KS 67202-1513
Fax: 316-337-6211
r.stucky@kcc.ks.gov

LAUREN WRIGHT, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 266 N. Main St., Ste. 220 WICHITA, KS 67202-1513 Fax: 316-337-6211 I.wright@kcc.ks.gov

JOSEPH W JETER
JETER LAW FIRM LLP
1200 MAIN STREET SUITE 101
PO BOX 128
HAYS, KS 67601-0128
jjeter@jeterlawoffice.com

CHRISTOPHER W. SOOK JETER LAW FIRM LLP 1200 MAIN STREET SUITE 101 PO BOX 128 HAYS, KS 67601-0128 csook@jeterlawoffice.com

RICHARD WILLIAMS
KANSAS CORPORATION COMMISSION
DISTRICT OFFICE NO. 4
2301 E. 13TH STREET
HAYS, KS 67601-2654
Fax: 785-271-3354
r.williams@kcc.ks.gov