20240719150705 Filed Date: 07/19/2024 State Corporation Commission of Kansas

BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the matter of the failure of Utah Oil, LLC)	Docket No.: 24-CONS-3315-CPEN
(Operator) to report activity that occurred)	
during the 2023 calendar year in compliance)	CONSERVATION DIVISION
with K.A.R. 82-3-409.)	
)	License No.: 34223
)	License No.: 34223

PRE-FILED DIRECT TESTIMONY

OF

TODD BRYANT

ON BEHALF OF COMMISSION STAFF

JULY 19, 2024

- 1 Q. What is your name and business address?
- 2 A. Todd Bryant, 266 N. Main St., Suite 220, Wichita, KS 67202.
- 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 (KCC
- or Commission), as Supervisor of the Production and Underground Injection Control (UIC)
- 6 Departments.
- 7 Q. Would you please briefly describe your educational background and work experience?
- 8 A. I received my Bachelor of Science in Geology from Wichita State University (WSU) in May
- 9 2017. Prior to that, I began working at the KCC on March 5, 2012, as a Geology Intern while
- I was completing my studies at WSU. I was promoted to a Research Analyst on September
- 28, 2014. I was again promoted to Geologist Specialist on September 10, 2017, and most
- recently promoted to Supervisor of the Production and UIC Departments on July 24, 2022.
- 13 Q. What are your duties with the Conservation Division?
- 14 A. I manage the Conservation Division's UIC and Production Departments. This includes
- providing technical support concerning various applications involving UIC wells. I enforce
- the Commission's UIC regulations through injection permitting, I perform file reviews of
- active injection wells, and I monitor daily injection volumes that are reported monthly from
- Harper and Sumner Counties.
- 19 Q. Have you previously testified before the Commission?
- 20 A. Yes.

- 1 Q. What is the purpose of your testimony in this matter?
- 2 A. The purpose of my testimony is to discuss the evidence supporting the Commission's findings
- in regard to the Penalty Order issued against Utah Oil, LLC (Operator) in Docket 24-CONS-
- 4 3315-CPEN (Docket 24-3315).
- 5 Q. Please provide a brief overview of the facts in this docket.
- 6 A. The Commission penalized Operator for 40 violations of K.A.R. 82-3-409 because Operator
- failed to timely submit annual fluid injection reports (U3Cs) for activity during the 2023
- 8 calendar year for 40 of its injection wells (Subject Wells).
- 9 Q. What are the requirements of K.A.R. 82-3-409?
- 10 A. K.A.R. 82-3-409(a) provides that each operator of an injection well shall keep current,
- accurate records of the amount and kind of fluid injected into the well, and shall preserve the
- records for five years. K.A.R. 82-3-409(b) states that each operator of an injection well shall
- submit a report to the Conservation Division, on a form required by the Commission, showing
- for the previous calendar year the following information: 1) monthly average wellhead
- pressure; 2) maximum wellhead pressure; 3) amount and kind of fluid injected into each well;
- and 4) any other performance information that may be required by the Conservation Division.
- 17 The regulation also provides that the report shall be submitted on or before March 1 of the
- following year. Finally, K.A.R. 82-3-409(c) states that failure to file or timely file a U3C shall
- be punishable by a \$100 penalty.
- 20 Q. Why does the Commission require operators to submit U3Cs detailing the amount and
- 21 pressure of fluids being injected into each of their injection wells every year?
- 22 A. The information operators provide on their U3Cs is important for the UIC Department in
- 23 understanding the current and historical rates of injection occurring in different geological

- zones throughout the State of Kansas. That knowledge is useful when permitting future
- 2 injection wells and when researching seismic activity. Additionally, the information operators
- provide on their U3Cs allows Staff to make sure that operators are injecting fluids in
- 4 conformance with their injection permits.

5 Q. What could potentially happen if an operator injected fluids at a rate or pressure beyond

6 those allowed in the injection permit?

- 7 A. If an operator is injecting more fluid than allowed in the permit, or injecting fluid at a greater
- 8 pressure than allowed, the injection could cause the well to fail. Such a failure could
- 9 potentially allow pollution to enter fresh or usable waters. Injecting at a rate or pressure
- outside the permitted amounts could also cause nearby wells to blow out, thereby causing
- spills on the surface. The information operators provide on their U3Cs is essential for Staff to
- ensure the safe operation of injection wells in Kansas. For that reason, it is very important to
- get the information on the U3Cs in a timely manner—every day that an operator injects fluids
- into one of its wells at a rate or pressure beyond those allowed in its injection permit is another
- day that the well might fail or harm the environment.

Q. Was there a deadline for Operator to submit U3Cs for the Subject Wells?

- 17 A. Yes. As I previously testified, K.A.R. 82-3-409 specifically states that operators must submit
- their U3Cs on or before March 1. Consequently, for injection activity that occurred during the
- 19 2023 calendar year, Operator had a deadline of March 1, 2024, to submit its U3Cs.

Q. Did Operator successfully submit U3Cs for the Subject Wells by March 1, 2024?

A. No, Operator did not.

- 1 Q. Did Staff send a letter to Operator regarding the Subject Wells?
- 2 A. Yes, on March 28, 2024, Staff sent a Notice of Violation (NOV) letter to Operator. The letter
- 3 stated that the Commission was not in receipt of Operator's U3Cs for activity during the 2023
- 4 calendar year for the Subject Wells. The NOV letter also stated that failure to submit the U3Cs
- 5 by April 11, 2024, would be punishable by a \$100 per well penalty. A copy of the letter is
- 6 attached to the Docket 24-3315 Penalty Order as Exhibit B.
- 7 Q. Did Operator successfully submit U3Cs for the Subject Wells by April 11, 2024?
- 8 A. No, Operator did not.
- 9 Q. Has Operator successfully submitted U3Cs for the Subject Wells?
- 10 A. Yes, Operator successfully submitted U3Cs for all the Subject Wells on May 1, 2024.
- 11 Q. Please summarize your recommendation.
- 12 A. I believe the information gathered by Staff is sufficient to affirm the Commission's Penalty
- Order in this docket. Operator did not timely submit U3Cs for the Subject Wells, therefore
- Operator should be required to pay a \$4,000 penalty.
- 15 Q. Does this conclude your testimony?
- 16 A. Yes.

CERTIFICATE OF SERVICE

24-CONS-3315-CPEN

I, the undersigned, certify that a true and correct copy of the attached Prefiled Testimony of Todd Bryant has been served to the following by means of electronic service on July 19, 2024.

CHERYL BOYER
KANSAS CORPORATION COMMISSION
266 N. Main St., Ste. 220
WICHITA, KS 67202-1513
cheryl.boyer@ks.gov

TODD BRYANT, GEOLOGIST SPECIALIST KANSAS CORPORATION COMMISSION 266 N. Main St., Ste. 220 WICHITA, KS 67202-1513 todd.bryant@ks.gov

JONATHAN R. MYERS, ASSISTANT GENERAL COUNSEL KANSAS CORPORATION COMMISSION 266 N. Main St., Ste. 220 WICHITA, KS 67202-1513 jon.myers@ks.gov KEITH A. BROCK, ATTORNEY ANDERSON & BYRD, L.L.P. 216 S HICKORY PO BOX 17 OTTAWA, KS 66067 kbrock@andersonbyrd.com

TRISTAN KIMBRELL, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 tristan.kimbrell@ks.gov

/s/ Paula J. Murray

Paula J. Murray