## THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Dwight D. Keen, Chairman

Shari Feist Albrecht Susan K. Duffy

		20-CONS-3014-CEXC
In the matter of the application of Berexco	)	Docket No. 19-CONSCEXC
LLC for an exception to the 10-year	)	
time limitation of K.A.R. 82-3-111 for its	)	
Hummel 3 well located in the	)	CONSERVATION DIVISION
NW NW SW of Sec 30, T14S, R14W	)	
Russell County, Kansas.	)	
	_)	License No.: 34318

#### **APPLICATION**

COMES NOW Berexco LLC ("Operator") for its application in the captioned matter states as follows:

- 1. Operator is a limited liability company authorized to do business in the State of Kansas. Operator's address is 2020 North Bramblewood, Wichita, Kansas 67206.
- 2. Operator has been issued by the Kansas Corporation Commission Operator's License #34318, which expires on October 30, 2019.
- 3. Operator is the owner and operator of the Hummel 3 well, API #15-167-45583-0000 which is located in the Northwest Quarter of the Northwest Quarter of the Southwest Quarter of Section 30, Township 14 South, Range 14 West, Russell County, Kansas. The subject

well is located on an active oil and gas lease comprising the following lands: West Half of the Southwest Quarter of Section 30, Township 14 South, Range 14 West, Russell County, Kansas.

- 4. Pursuant to K.A.R. 82-3-111, Operator obtained temporary abandonment status for the Hummel 3 well on August 1, 2002. The subject well has maintained such status from August 2002, to the present date.
- 5. K.A.R. 82-3-111 imposes a 10-year limitation on the amount of time during which wells may be temporarily abandoned, but an exception to the 10-year limitation may be obtained pursuant to said regulations through an application filed with the Commission pursuant to K.A.R. 82-3-100. Operator seeks such an exception.
- 6. Operator filed for and was granted an initial 10-year limitation exception by the Kansas Corporation Commission. Such exception will expire on or about July 12, 2019.
- 7. The subject well demonstrated mechanical integrity as evidenced by passage of Commission Staff-witnessed mechanical integrity test on or about May 30, 2019.
- 8. Operator is keeping the subject well for potential reinjection of water into the Lansing Kansas City. The subject well should not be plugged to prevent economic waste associated with re-drilling for future needs as an injection well. Estimated cost to plug this well is \$20,000. The cost to restore the well to injection capability is estimated to be \$50,000. Production from the Hummel Lease is around 12 BOPD with potential reserves estimated at 18,000 barrels of oil.
- 9. Operator has included a plat map showing the locations of all producing, injection, saltwater disposal, temporarily abandoned, and plugged wells located on the same leased premises as the subject well. There are two active producers and the subject well on the lease.

- 10. Based on the foregoing, Operator requests the Commission grant an exception to the 10-year limitation, specifically to allow the subject well to remain eligible for temporary abandonment status for the three (3) years following the expiration of the 10-year limitation, subject to yearly renewal with the appropriate Conservation Division District, but without further need to re-apply for a new exception each of the three (3) years prayed for in this application to the Commission.
- 11. Listed in the attached Exhibit "A" are the names and addresses of the following persons:
  - A. Each operator of each oil and gas lease covering lands within one-half (1/2) mile radius of the subject well; and
  - B. Each person who owns any mineral interest of record in and under any lands located within one-half (1/2) mile radius of the subject well (provided that such mineral interest is not covered by any oil and gas lease).
- 12. Notice of this application has been published pursuant to K.A.R. 82-3-135a. In addition, notice of the hearing to be held in this matter will be provided as prescribed by K.A.R. 82-3-135.

WHEREFORE, Applicant prays that this matter be granted administratively without a hearing, or in the alternative be set for hearing, and upon hearing that the Commission grant Applicant's request, for an exception to the K.A.R. 82-3-111 ten (10) year limitation, to allow the subject well to remain temporarily abandoned for three (3) years, subject to annual approval by the Conservation Division District Office of an application for temporary abandonment status.

Respectfully Submitted,

Jonathan Hayward 2020 N. Bramblewood St. Wichita, KS 67206 316-265-3311 Fax #316-681-4766

By: Jan Hayward
Signature of Submitter

#### **CERTIFICATE OF SERVICE**

I hereby certify on this 12 day of July, 2019, true and correct copies of the attached Notice of Filing Application were served by depositing copies of the same in the United States Mail, postage prepaid, and properly addressed to each of the unleased mineral owner(s) and operator(s) set forth in Exhibit "A" attached to said Application filed by Operator, and the above and foregoing original Application was uploaded to the Kansas Corporation Commission via E-filing Express to a new docket.

Jon Hayward
Name of Signed

#### **EXHIBIT A**

#### **Hummel 3 Well Notice Area**

# <u>Operator – NE/4, W/2 SE/4, N/2 NE/4 SW/4, E/2 SE/4 SW/4, W/2 SW/4 Sec. 30-14S-14W; N/2 SE/4 Sec. 25-14S-15W</u>

Berexco LLC 2020 N. Bramblewood Wichita, KS 67206

### <u>Unleased mineral owner – S/2 NE/4 SW/4, W/2 SE/4 SW/4 Sec. 30-14S-14W</u>

#### N/2 NW/4 Sec. 31-14S-14W

Helen Schwien 439 W. 15<sup>th</sup> Street Russell, KS 67665

#### **Operator – NW/4 Sec. 30-14S-14W**

Jason Oil Company P. O. Box 701 Russell, KS 67665

#### **Operator - NE4/ Sec. 25-14S-15W**

Bennett & Schulte Oil Company P. O. Box 329 Russell, KS 67665

#### **Operator** – S/2 SE/4 Sec. 25-14S-15W

John O. Farmer, Inc. 370 W. Wichita Ave. Russell, KS 67665

#### Unleased mineral owner – NE/4 NE/4 Sec. 36-14S-15W

Stephen & Raeleen Reinhardt 18032 Fairfield Rd. Russell, KS 67665-8903

## **BEREXCO LLC**

# BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS NOTICE OF FILING APPLICATION

RE: BEREXCO LLC. - - Application for an exception to the 10 year time limitation of K.A.R. 82-3-111 for the Hummel 3 well, located in Russell County, Kansas.

TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whomever concerned.

You, and each of you, are hereby notified that Berexco LLC. has filed an application for an exception to the 10 year time limitation of K.A.R. 82-3-111 for the Hummel 3 well located in the NW NW SW of Section 30-14S-14W, Russell County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protest with the Conservation Division of the State Corporation Commission of the State of Kansas within fifteen (15) days from the date of this publication. These protests shall be filed pursuant to Commission regulations and must state specific reasons why the grant of the application may cause waste, violate correlative rights or pollute the natural resources of the State of Kansas.

All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

BEREXCO LLC 2020 No Bramblewood Wichita, Kansas 67206 316-265-3311

