

Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513

Dwight D. Keen, Chair Shari Feist Albrecht, Commissioner Susan K. Duffy, Commissioner Phone: 316-337-6200 Fax: 346-337-6211 http://kcc.ks.gov/

Laura Kelly, Governor

NOTICE OF PENALTY ASSESSMENT

20-CONS-3067-CPEN

September 5, 2019

Paul L. Cambron PO Box 384 Ness City, KS 67560-0384

This is a notice of a penalty assessment for violation(s) of Kansas Oil and Gas Conservation Statutes, Rules, and Regulations. For a full description of the penalty and process please refer to the Penalty Order that is attached to this notice.

IF YOU ACCEPT THE PENALTY:

You have been assessed a \$100 penalty. You have 30 days from the service date of this Penalty Order to pay the fine amount. Check or money order must be made payable to the Kansas Corporation Commission and mailed to the Conservation Division of the Kansas Corporation Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202. The payment must include a reference to the docket number of this proceeding. Payment by credit card may be made by calling the Conservation Division at 316-337-6200.

IF YOU CONTEST THE PENALTY:

You have the right to request a hearing. A written request for hearing must be made within 30 days after service of the Penalty Order setting forth the specific grounds upon which relief is sought. Respondent must submit the request to the Commission, at 266 N. Main St., Suite 220, Wichita, Kansas 67202. The Commission shall conduct a hearing in accordance with the provisions of the Kansas administrative procedure act within 30 days after receipt of such request. K.S.A. 55-164; K.S.A. 77-542; K.A.R. 82-1-215.

IF YOU FAIL TO ACT:

Failure to pay the fine amount, or in the alternative, provide a written request for a hearing, within thirty (30) days of service of the Penalty Order, will result in the attached Penalty Order becoming a Final Order and may result in additional sanctions, including additional monetary penalties, the suspension of your oil and gas operating license, and the shutting-in of all operations until compliance is obtained. K.S.A. 55-164; K.S.A. 77-537.

Respectfully,

Robert Vincent Senior Litigation Counsel 785-271-3273

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Dwight D. Keen, Chair Shari Feist Albrecht

Susan K. Duffy

In the matter of the failure of Paul L.)	Docket No.: 20-CONS-3067-CPEN
Cambron ("Operator") to comply with K.A.R.)	
82-3-117 at the Roth G #1 well in Ness)	CONSERVATION DIVISION
County, Kansas.)	
•)	License No.: 30104

PENALTY ORDER

The above captioned matter comes before the State Corporation Commission of the State of Kansas. Having examined the files and records, and being duly advised in the premises, the Commission finds and concludes as follows:

I. JURISDICTION

- 1. The Commission has the exclusive jurisdiction and authority to regulate oil and gas activities in Kansas.¹ The Commission has jurisdiction to regulate the "construction, operation, and abandonment of any well and the protection of the usable water of this state from any actual or potential pollution from any well." Every operator conducting oil and gas activity in Kansas must be licensed by the Commission.³
- 2. The Commission has the authority to issue a Penalty Order for violation of any provision of K.S.A. 55-101 *et seq.*, rule, regulation, or order of the Commission.⁴ The Commission shall take appropriate action which may include, but not be limited to, imposing a monetary penalty "not to exceed \$10,000, which shall constitute an actual and substantial

² K.S.A. 55-152.

¹ K.S.A. 74-623.

³ K.S.A. 55-155.

⁴ K.S.A. 55-162; K.S.A. 55-164.

economic deterrent to the violation for which the penalty is assessed."⁵ "In the case of a continuing violation, every day such violation continues shall be deemed a separate violation."⁶

3. Within 60 days after plugging any well, the owner or operator of the well shall file a well plugging report with the Conservation Division, on a form furnished by the Commission.⁷ Failure to file a plugging report shall be punishable by a \$100 penalty.

II. FINDINGS OF FACT

- 4. The Operator conducts oil and gas activities in Kansas under active license number 30104.
- 5. The Operator is responsible for the care and control of the Roth G #1 ("the subject well"), API #15-135-20314-00-00, located in Section 31, Township 20 South, Range 24 West, Ness County, Kansas.
 - 6. On May 15, 2019, the Operator plugged the subject well.
- 7. The Operator did not submit a complete and accurate well plugging report ("CP-4") within 60 days of the plugging date.
- 8. On August 02, 2019, Commission Staff sent a Notice of Violation letter to the Operator, requiring the Operator to file a CP-4 to bring the subject well into compliance with K.A.R. 82-3-117 by August 16, 2019.⁸
- 9. Commission Staff did not receive a CP-4 by the deadline set out in Staff's Notice of Violation letter.

⁵ K.S.A. 55-164.

⁶ Id.

⁷ K.A.R. 82-3-117.

⁸ Exhibit A.

III. CONCLUSIONS OF LAW

- 10. The Commission finds and concludes that it has jurisdiction over the Operator and this matter under K.S.A. 55-152 and K.S.A. 74-623.
- 11. The Commission finds and concludes the Operator committed one violation of K.A.R. 82-3-117 because the Operator has not submitted a complete and accurate CP-4 for the subject well in a timely manner.

THEREFORE, THE COMMISSION ORDERS:

- A. The Operator shall pay a \$100 penalty.
- B. The Operator shall submit a complete and accurate CP-4 for the subject well.
- C. <u>If no party requests a hearing, and the Operator is not in compliance with this Order within 30 days from the date of service of this Order, then the Operator's license shall be suspended without further notice. The notice and opportunity for a hearing on this Order shall constitute the notice required by K.S.A. 77-512 regarding license suspension. The Commission may impose further sanctions, including additional monetary penalties and any other remedies available to the Commission by law, without further notice.</u>
- D. Checks and money orders shall be payable to the Kansas Corporation Commission. Payments shall be mailed to the Kansas Corporation Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202. The payment must include a reference to the docket number of this proceeding. Credit card payments may be made by calling the Conservation Division at 316-337-6200.
- E. Any party may request a hearing on the above issues by submitting a written request, pursuant to K.S.A. 55-164, K.S.A. 77-537, and K.S.A. 77-542, setting forth the specific grounds upon which relief is sought, to the Commission at 266 N. Main St., Suite 220, Wichita,

Kansas 67202, within 30 days from the date of service of this Order. Hearings will be scheduled only upon written request. <u>Failure to timely request a hearing will result in a waiver of Operator's right to a hearing.</u>

- F. A corporation shall appear before the Commission by a Kansas licensed attorney.⁹
- G. The Commission retains jurisdiction over the subject matter and the parties for the purpose of entering such further order or orders as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.

Keen, Chair; Albrecht, Commissioner; Duffy, Commissioner

09/05/2019 Dated:	Lynn M. Ret
	Lynn M. Retz Executive Director
	Executive Director
Mailed Date:09/05/2019	
REV/jmg	

⁹ K.S.A. 77-515(c); K.A.R. 82-1-228(d)(2).

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



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Corporation Commission Laura Kelly, Governor

Dwight D. Keen, Chair Shari Feist Albrecht, Commissioner Susan K. Duffy, Commissioner

August 02, 2019

License No. 30104

Cambron, Paul L. 118 N PENN PO BOX 384 NESS CITY KS 67560-0384

NOTICE OF VIOLATION

Re: Well Plugging Record(s) - ("CP-4")

Operator:

Commission records indicate that the well(s) on the attached list have been plugged, but we have not received the necessary Well Plugging Record(s).

It is a violation of K.A.R. 82-3-117 for an operator to fail to submit a CP-4 within 60 days after plugging a well.

Failure to submit a complete, accurate CP-4 for the well(s) on the attached list by AUGUST 16, 2019 shall be punishable by a \$100 per-well administrative penalty.

The information requested above must be submitted on KOLAR. If a CP-4 is returned to you as incomplete, you do not have additional time - the deadline above governs.

Please contact me at (316) 337-6200 if you have any questions.

Sincerely,

RENE STUCKY
Production Department

	List of V	Vells: Missing CP-4	
API Well #	Lease Name / Well #	Well Location	County
15-135-20314-00-00	ROTH G 1	31-20S-24W, SWNESWNE	NESS

CERTIFICATE OF SERVICE

20-CONS-3067-CPEN I, the undersigned, certify that a true copy of the attached Order has been served to the following by means of

09/05/2019

first class mail and electronic service on

CAMBRON, PAUL L. PO BOX 384 NESS CITY, KS 67560-0384	KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220
	WICHITA, KS 67202-1513 Fax: 785-271-3354
	m.glamann@kcc.ks.gov
RENE STUCKY	ROBERT VINCENT, LITIGATION COUNSEL
KANSAS CORPORATION COMMISSION	KANSAS CORPORATION COMMISSION
266 N. Main St., Ste. 220	1500 SW ARROWHEAD RD
WICHITA, KS 67202-1513 Fax: 785-271-3354	TOPEKA, KS 66604 Fax: 785-271-3354
r.stucky@kcc.ks.gov	r.vincent@kcc.ks.gov

/S/ DeeAnn Shupe DeeAnn Shupe