THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of the Application of Berexo LLC) for a second exception to the 10-year time limita) tion of K.A.R. 82-3-111 for its Bamberger 6 SWD) well located in the NE SE of Sec. 29, T22S, R22W) Hodgeman County, Kansas)

Docket No. 17-CONS-3644-CEXC CONSERVATION DIVISION License No. 34318

MOTION FOR DEFAULT ORDER AND TO DISMISS PROTEST

COMES NOW, Berexco, LLC ("Berexco"), and moves the State Corporation Commission of the State of Kansas ("Commission") for an order holding Roger W. Holmes ("Holmes") in default, and dismissing his protest of the Application of Berexco in this docket as follows:

- 1. Berexco filed its Application herein on April 28, 2017. Pursuant to K.A.R. 82-3-135a(d), Berexco published notice of its Application in *The Wichita Eagle* on May 5, 2017 and in *The Jetmore Republican* on May 10, 2017. Holmes protested the Application by undated letter addressed to Berexco and the Commission, received by the Commission on May 15, 2017. Pursuant to Order Designating Prehearing Officer and Setting Prehearing Conference issued by the Commission and served on Berexco, Holmes, and other interested parties by mail on June 6, 2017, a prehearing conference was held by telephone on June 22, 2017 at 9:30 a.m. Appearing at the prehearing conference were the prehearing officer, the attorney designated to appear on behalf of the Commission, and the undersigned counsel for Berexco. Holmes did not appear.
- 2. K.S.A. 77-520 provides that a party who fails to attend or participate in a prehearing conference may be held in default by order of the presiding officer, unless the defaulting party files a written motion to vacate such order and the reasons therefor within seven (7) days after service of

a proposed order of default. Absent a motion to vacate the proposed default order, or if the motion is denied, the proposed order of default becomes effective, the defaulting party's application for an adjudicative proceeding is dismissed. and issues raised by the application may be determined without participation of the party in default. Holmes is in default for failing to attend or participate in the prehearing conference in this docket, and issuance of a proposed order of default by the prehearing officer is warranted. Upon failure of Holmes to move to vacate or set aside the proposed order of default within the time prescribed by K.S.A. 77-520(b) or denial of a motion to vacate in accordance with subsection (c), Berexco requests that Holmes' participation.

3. K.A.R. 82-3-135b(a) requires that a person filing a protest have a valid interest in the application being protested, and that the protest include specific allegations as to the manner in which grant of the application will cause waste, violate correlative rights, or pollute water resources. Holmes' protest contains no reference to waste or violation of correlative rights, and fails to state any facts or evidence supporting the existence of pollution caused by the subject well. Instead, the protest is based strictly upon the length of time the well has been temporarily abandoned. The length of time a well has been out of service is not a determinant of its eligibility for exception to the ten (10) year limit to temporary abandonment under K.A.R. 82-3-111. The protest fails to acknowledge that the subject well meets all applicable mechanical integrity standards (Application, ¶ 6), and fails to state specifically whether or how the subject well has or will cause waste, violate correlative rights, or pollute water resources as required by Commission regulations. Holmes' protest thus fails to address issues raised by Berexco's Application, rests solely upon grounds that do not justify denial of the Application, and must be dismissed for these reasons as well.

WHEREFORE, Berexco prays that Commission order Holmes to be in default of these proceedings, that the protest of Holmes in this docket be dismissed, and that the Commission grant to Berexco such other and further relief as the Commission may deem just and proper.

Respectfully submitted,

Thomas M. Rhoads (S.C. 10005) Law Offices of Thomas M. Rhoads LC 200 E. 1st Street, Suite 301 Wichita, Kansas 67202-2114 Telephone: (316) 260-4440 Facsimile: (316) 260-4419 Email: <u>tmrhoads@sbcglobal.net</u>

Attorney for Operator, Berexco LLC

VERIFICATION

STATE OF KANSAS SS:) COUNTY OF SEDGWICK)

Thomas M. Rhoads, of lawful age and being first duly sworn upon his oath, deposes and states: That he is the attorney for the Operator, Berexco LLC, in the above-captioned action; that he has read the above and foregoing Motion For Default Order and To Dismiss Protest, knows and understands the contents thereof, and states that the statements and allegations therein contained are true and correct according to his knowledge, information, and belief.

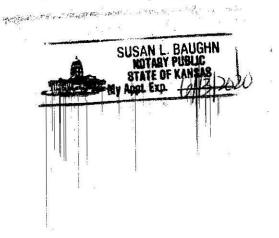
Thomas M. Rhoads

SUBSCRIBED AND SWORN TO before me, the undersigned authority, this 2nd day of June, 2017.

Notary Public

My commission expires:

Sec. 10



CERTIFICATE OF SERVICE

The undersigned hereby certifies that, on this 23 day of June, 2017, he caused a true and correct copy of the above and foregoing Motion For Default Order and To Dismiss Protest to be served via United States mail, postage prepaid, upon the following person at the address shown:

Roger W. Holmes 35990 NE O Road Hanston, Kansas 67849

and to be served electronically upon the following persons at the email addresses shown:

Michael J. Duenes Assistant General Counsel Kansas Corporation Commission 1500 SW Arrowhead Road Topeka, Kansas 66604-4027 <u>m.duenes@kss.ks.gov</u>

Jonathan R. Myers, Litigation Counsel Kansas Corporation Commission, Conservation Division 266 N. Main Street, Suite 220 Wichita, Kansas 67202-1513 j.myers@kcc.ks.gov

Thomas M. Rhoads