## THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Dwight D. Keen, Chair

Susan K. Duffy Andrew J. French

In the matter of the application of Neal LaFon	)	Docket No: 22-CONS-3422-CUNI
Realty Inc. dba Meridian Energy Inc. (Operator)	)	
for an order authorizing the unitization and unit	)	CONSERVATION DIVISION
operation of the Simon Says Unit to be located in	)	
Rawlins County, Kansas.	)	License No: 33937

## ORDER REQUESTING ADDITIONAL INFORMATION

The Commission rules as follows:

- 1. On May 9, 2022, Operator filed an application for an order authorizing unitization and unit operation of the Simon Says Unit in Rawlins County, under K.S.A. 55-1301 *et seq.*<sup>1</sup> Operator intends to unitize certain lands from the top of the Topeka formation to the base of the Arbuckle, as expected to be encountered between 3,750 and 4,800 feet from surface, and "intends to conduct an exploratory and development drilling program within the pool anticipated to be encountered."<sup>2</sup>
- 2. On June 14, 2022, Operator filed a Motion for Grant of Application by Summary Proceedings, requesting that the Commission utilize the summary proceedings available under the Kansas Administrative Procedure Act to grant Operator's application.<sup>3</sup>
- 3. On June 21, 2022, Staff filed a Response, stating it had no objection to Operator's motion and recommending approval of the application.<sup>4</sup>
- 4. Under K.S.A. 55-1304, the Commission may make an order providing for unitization of a pool or part thereof. And under K.S.A. 55-1302(b), "pool" means "an underground accumulation

<sup>&</sup>lt;sup>1</sup> See Application (May 9, 2022).

 $<sup>^{2}</sup>$  *Id*. at ¶ 5.

<sup>&</sup>lt;sup>3</sup> See Motion for Summary Proceedings (Jun. 14, 2022).

<sup>&</sup>lt;sup>4</sup> See Response to Operator's Motion for Summary Proceedings, ¶ 5, Prayer (Jun. 21, 2022).

of oil and gas in one or more natural reservoirs in communication so as to constitute a single pressure

system so that production from one part of the pool affects the pressure throughout its extent."

5. The Commission would like further information demonstrating the formations

Operator proposes to unitize upon the lands in question constitute natural reservoirs "in

communication so as to constitute a single pressure system so that production from one part of the

pool affects the pressure throughout its extent." Accordingly:

A. Operator is directed to file such information at its convenience within the next two months,

in the form of a pleading, to which written testimony and other data may be attached if

desired, and explaining how such information demonstrates the formations proposed to be

unitized constitute a pool as defined under K.S.A. 55-1302(b). To the extent Operator does

not believe the formations are in communication, Operator is directed to explain how it

believes the Commission has the legal basis to grant its application; and

B. Staff is directed to respond to Operator's pleading within two weeks of its submission,

opining upon the matter, by providing both its legal analysis and technical advice

regarding this issue.

6. Operator is reminded of the confidentiality provisions available under K.A.R. 82-1-

221a; parties are directed to contact the Presiding Officer if a protective order would be appropriate.

BY THE COMMISSION IT IS SO ORDERED.

Keen, Chair; Duffy, Commissioner; French, Commissioner

Dated: 06/30/2022

Lynn M. Retz

Executive Director

Lynn M. Reg

Mailed Date: 06/30/2022

06/30/2022

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## **CERTIFICATE OF SERVICE**

## 22-CONS-3422-CUNI

I, the undersigned, certify that a true copy of the attached Order has been served to the following by means of

electronic service on <u>06/30/2022</u> .		
JAKE EASTES, GEOLOGIST SPECIALIST KANSAS CORPORATION COMMISSION 266 N. Main St., Ste. 220 WICHITA, KS 67202-1513 j.eastes@kcc.ks.gov	KELCEY MARSH, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 k.marsh@kcc.ks.gov	
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/S/ DeeAnn Shupe		

DeeAnn Shupe