THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Shari Feist Albrecht, Chair

Jay Scott Emler Dwight D. Keen

In the Matter of the Failure of VEEM Jade)	Docket No: 19-CONS-3108-CPEN
Oil & Gas LLC (Operator) to comply with)	
K.A.R. 82-3-111 at the Beaumont #B1,)	CONSERVATION DIVISION
Beaumont #B2, Beaumont #B3, Beaumont)	
#B4, Daves #D13, Daves #D15, Daves #D22)	License No: 32874
and Daves #D23 in Elk County, Kansas.)	

ORDER DESIGNATING PREHEARING OFFICER AND SETTING PREHEARING CONFERENCE

This matter comes before the State Corporation Commission of the State of Kansas (Commission). Having examined its files and records, and being fully advised in the premises, the Commission finds the following:

- 1. On September 20, 2018, the Commission issued a *Penalty Order* against VEEM Jade Oil & Gas LLC (Operator) finding the Operator had committed eight violations of K.A.R. 82-3-111 because the subject wells have been inactive in excess of the time allowed by regulation without being plugged, returned to service, or approved for temporary abandonment status.¹
- 2. On October 18, 2018, the Operator, through counsel, filed a Notice of Appeal and Request for Hearing.²
- 3. The Commission finds that a Prehearing Officer should be designated in this proceeding to address any matters listed in K.S.A. 77-517(b), and a Prehearing Conference should be scheduled.
- 4. Although a Prehearing Officer is designated, parties are still required to file pleadings with the Commission, and filings shall be made with the Commission's Docket Room before 5:00

¹ Penalty Order, ¶ 10.

² Notice of Appeal and Request for Hearing on Behalf of Veem Jade Oil & Gas LLC (Oct. 18, 2018).

p.m. on the date scheduled for service. Any electronic service received after the deadline set forth in the procedural schedule, or any filing made after 5:00 p.m. on the date scheduled for service, shall be accompanied by a Motion to File Out-of-Time.

THEREFORE, THE COMMISSION ORDERS:

- A. The Prehearing Officer in this proceeding shall be Michael J. Duenes, Assistant General Counsel, Kansas Corporation Commission, 1500 SW Arrowhead Road, Topeka, Kansas, 66604-4027, telephone number (785) 271-3181, email address m.duenes@kcc.ks.gov. The Commission may designate other Staff members to serve in this capacity. The Commission directs electronic service of all filings in the docket to include service on the Prehearing Officer and mailed service of all filings to be directed to the Prehearing Officer's attention.
- B. A Prehearing Conference is scheduled for **Friday**, **November 16**, **2018 at 9:30 a.m.** by telephone. The conference call information is: telephone number (866) 620-7326, Conference Code PIN: 7632914771#.
- C. At the Prehearing Conference, parties shall be prepared to discuss deadlines for filing testimony and briefs, discovery procedures, scheduling of a hearing with the Commission, and any other issues that will promote the orderly and prompt resolution of this proceeding.
- D. At the Prehearing Conference, without further notice, this proceeding may be converted into a conference hearing or a summary proceeding for disposition of this matter as provided by the Kansas Administrative Procedure Act (KAPA). Any party that fails to attend or participate in the Prehearing Conference, hearing, or other stage of this proceeding may be held in default under the KAPA.³
 - E. A corporation shall appear before the Commission by a Kansas licensed attorney.⁴

³ K.S.A. 77-506; K.S.A. 77-516(c)(7)-(8).

⁴ K.S.A. 77-515(c); K.A.R. 82-1-228(d)(2).

- F. The attorney designated to appear on behalf of the agency in this proceeding is Lauren Wright, Litigation Counsel, telephone number (316) 337-6200, l.wright@kcc.ks.gov.
- G. The Commission retains jurisdiction over the subject matter and parties for the purpose of entering such further orders as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.

BY THE COMMISSION IT IS SO URDE	LKED.
Albrecht, Chair; Emler, Commissioner; Keer	n, Commissioner
Dated:10/30/2018	Lynn M. Ret
	Lynn M. Retz Secretary to the Commission
Mailed Date:10/31/2018	
MJD/sc	

CERTIFICATE OF SERVICE

19-CONS-3108-CPEN

I, the undersigned, ce	ertify that the true copy of the	attached Order has been s	served to the following parties I	by means of
electronic service on	10/30/2018	_•		

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/S/ DeeAnn Shupe

DeeAnn Shupe