

**THE STATE CORPORATION COMMISSION
OF THE STATE OF KANSAS**

Before Commissioners: **Pat Apple, Chair**
 Jay Scott Emler
 Shari Feist Albrecht

In the matter of the Application of Hummon)	
Corporation for an exception to the 10-year)	Docket No. 17-CONS-3530-CEXC
time limitation of K.A.R. 82-3-111 for)	
its Moyer-Campbell OWWO #3-16)	CONSERVATION DIVISION
well located in the SE/4 of Section 16,)	
Township 32 South, Range 18 West,)	
Comanche County, Kansas)	License No.: 5050
_____)	

APPLICATION

COMES NOW Hummon Corporation ("Applicant") in support of its Application in the captioned matter and states as follows:

1. Applicant is a corporation authorized to do business in the State of Kansas. Applicant's address is PO Box 365, Medicine Lodge, Kansas, 67104.
2. Applicant has been issued by the Kansas Corporation Commission Operator's License 5050, which expires on June 30, 2017.
3. Applicant is the owner and operator of the Moyer-Campbell OWWO #3-16, 15-033-20172-00-01 ("the subject well"), which is located in the Southeast Quarter of Section 16, Township 32 South, Range 18 West, Comanche County, Kansas. The subject well is located on an active oil and gas lease or unit comprising the following lands:

 East half of Section 16 and the W/2 of the SW/4 of Section 15, Township 32 South, Range 18 West, Comanche County, Kansas, containing 400 acres, more or less ("leased premises").

4. Pursuant to K.A.R. 82-3-111, the well was shut in, or Applicant obtained temporary abandonment status, for the subject well on October 1, 2006. The subject well has maintained such status from October 1, 2006, to the present date.

5. On or about September 27, 2016, the Kansas Corporation Commission notified Applicant temporary abandonment status for the subject well would be denied from and after October 25, 2016, because subject well had been temporarily abandoned for more than ten (10) years.

6. 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 regulation through an Application filed with the Commission pursuant to K.A.R. 82-3-100. Applicant seeks such an exception.

7. On March 22, 2017, the subject well passed a Commission Staff-witnessed mechanical integrity test of the casing between the surface and a point within fifty (50) feet above the uppermost perforation or open hole in the well.

8. Applicant wishes to continue TA status for the subject well, because Applicant intends to use the well for the following purpose: Production of oil and gas in zones that have not yet been produced.

9. Applicant submits the following information regarding the well in support of the Application. The Moyer-Campbell OWWO #3-16 is one of three wells on this lease. It is an oil well. Current production for this lease is 0 barrels per day. Based on current prices, Applicant estimates that plugging costs would be \$18,000. Applicant is unable to estimate the value of the reserves at this time. The unproduced zones have not been evaluated in this field and Applicant would like to evaluate other producing wells before further exploring this lease. Applicant has a

plug set above the upper perforations and casing tested to 320 PSL. To use the well, Applicant will need to drill out the plug, perforate and evaluate new zones. Applicant estimates the cost of reworking this well to be \$35,000 at current prices.

10. Applicant has included a plat map showing the locations of all producing, injection, temporarily abandoned, abandoned, and plugged wells located on the same leased premises as the subject well.

11. Based on the foregoing, Applicant 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 three (3) years following the expiration of the 10-year limitation. Applicant understands that the exception would be valid for three (3) years, but Applicant would still need to apply annually to the Conservation Division District Office for approval of an application for temporary abandonment status.

12. 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 subject well (provided that such mineral interest is not covered by any oil and gas lease).

13. Notice of this Application will be 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,

Hummon Corporation
PO Box 365
Medicine Lodge, KS 67104
Phone: 620-930-2645
Fax: 620-930-2648

By 
Bryant Theis

CERTIFICATE OF SERVICE

I hereby certify that, on this 4th day of April, 2017, true and correct copies of the above and foregoing Application and Notice of Application were served by depositing the same in the United States Mail, postage prepaid and properly addressed to the landowners set forth in Paragraph 12 of said Application and each party set forth in Exhibit A attached to said Application filed by Applicant, and that said Application was filed electronically with the Kansas Corporation Commission.


Bryant Theis

EXHIBIT A

Names and addresses of persons owning mineral interests of record in and under lands located within one-half (1/2) mile radius of the subject well not covered by any oil and gas lease:

Norene Harness
P. O. Box 314
Coldwater, Kansas 67029

SW/4 NW/4, Section 15-T32S-R18W
Comanche County, Kansas

Dale Acres, Inc.
c/o Stalcup Accounting
P. O. Box 462
Coldwater, Kansas 67029

N/2 NE/4, Section 21-T32S-R18W
Comanche County, Kansas

All other lands and mineral rights within one-half (1/2) mile of the subject well are subject to valid oil and gas leases operated by Applicant, Hummon Corporation.

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OF THE STATE OF KANSAS

In the matter of the application of Hummon)	
Corporation for an exception to the 10-year time)	Docket No. 17-CONS-3530 -CEXC
limitation of K.A.R. 82-3-111 for its Moyer-)	
Campbell OWWO 3-16 well located in the)	CONSERVATION DIVISION
SE/4 of Section 16, Township 32 South, Range)	
18 West, Comanche County, Kansas)	License No. 5050
)	

NOTICE OF APPLICATION

TO: All Oil and Gas Producers, Purchasers, Royalty Owners, Landowners, and all other persons whomsoever concerned.

You, and each of you, are hereby notified that Hummon Corporation has filed with the State Corporation Commission of the State of Kansas an Application pursuant to K.A.R. 82-3-100 requesting an exception to the ten (10) limitation under K.A.R. 82-3-111 for temporary abandonment of its Moyer-Campbell 3-16 well located in the Southeast Quarter (SE/4) of Section 6, Township 32 South, Range 18 West, Comanche County, Kansas, and extension of eligibility for temporary abandonment for an additional three (3) years, subject to yearly renewal.

Any persons objecting to this Application are required to file their objections or protests with the State Corporation Commission, Conservation Division, 226 N. Main Street, Suite 220, Wichita, Kansas 67202-1513 within fifteen (15) days after publication of this notice. A copy of the protest shall be delivered to the Applicant. Protests shall comply with State Corporation Commission regulations, and shall include a clear and concise statement of the direct and substantial interest of the protester in the proceeding, together with specific allegations as to the manner in which grant of the Application will cause waste, violate correlative rights, or pollute the water resources of the State of Kansas. To secure consideration of an objection or protest, protesters shall offer evidence or a statement, or shall participate in the hearing on this Application before the State Corporation Commission to be held at the Hearing Room of the Kansas Corporation Commission, Conservation Division, 226 N. Main Street, Suite 220, Wichita, Kansas on a date and at a time to be announced.

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

Bryant Theis
Hummon Corporation
P. O. Box 365
Medicine Lodge, KS 67104
Applicant