THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Andrew J. French, Chairperson

Dwight D. Keen Annie Kuether

In the matter of the failure of Jerald Bollinger)	Docket No.: 25-CONS-3313-CPEN
(Operator) to comply with K.A.R. 82-3-111 at)	
the Bollinger #3 well in Butler County,)	CONSERVATION DIVISION
Kansas.)	
)	License No.: 33345

PENALTY ORDER

The Commission finds Operator has violated K.A.R. 82-3-111 regarding the captioned well, assesses a \$100 penalty, directs Operator to come into compliance, and further rules as more fully described below.

I. JURISDICTION

- 1. K.S.A. 74-623 provides the Commission exclusive jurisdiction and authority to regulate oil and gas activities in Kansas. K.S.A. 55-152 provides the Commission with jurisdiction to regulate the construction, operation, and abandonment of any well, and also the protection of the usable water of this state from any actual or potential pollution from any well. The Commission has licensing authority under K.S.A. 55-155.
- 2. K.S.A. 55-162 and K.S.A. 55-164 provide the Commission authority to issue penalty orders for violations of Chapter 55 of the Kansas Statutes Annotated, or of any rule, regulation, or order of the Commission. Under K.S.A. 55-164, a penalty order may include a monetary penalty of up to \$10,000, the penalty must constitute a substantial and actual economic deterrent to the violation, and each day of a continuing violation constitutes a separate violation.
- 3. K.A.R. 82-3-111 provides that within 90 days after operations cease on any well, the operator of that well shall plug the well, return the well to service, or file an application with

the Conservation Division requesting temporary abandonment (TA) status. If not plugged or returned to service, the operator must obtain TA approval; TA status may be denied by the Conservation Division if necessary to prevent pollution. A well shut-in for 10 years or more cannot be granted TA status without the operator filing an application for an exception pursuant to K.A.R. 82-3-100 and approval from the Commission. K.A.R. 82-3-111(e) provides a TA exemption for certain wells fully equipped and capable of production.

II. FINDINGS OF FACT

- 4. Operator is licensed to conduct oil and gas activities in Kansas and is responsible for the Bollinger #3 well (Subject Well), API #15-015-23907-00-00, located in Section 2, Township 28 South, Range 7 East, Butler County, Kansas.
- 5. Prior to the issuance of this Penalty Order, Commission Staff reviewed Commission records for the Subject Well. The records indicated the Subject Well had been inactive and unplugged for longer than the 90 days allowed by K.A.R. 82-3-111, that the well was not exempt pursuant to K.A.R. 82-3-111(e), and that the well was not approved for TA status. Thus, Commission Staff sent a letter to Operator, requiring Operator to bring the Subject Well into compliance with K.A.R. 82-3-111 by March 1, 2025. The deadline has elapsed, and no evidence in the possession of the Commission indicates Operator has brought the Subject Well into compliance.²

III. CONCLUSIONS OF LAW

6. The Commission has jurisdiction over Operator and this matter under K.S.A. 74-623 and K.S.A. 55-152.

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¹ See Exhibit A.

² Exhibit B.

7. Operator has committed one violation of K.A.R. 82-3-111 because the Subject Well has been inactive in excess of the time allowed by regulation without being plugged, returned to service, or approved for TA status.³

THEREFORE, THE COMMISSION ORDERS:

- A. Operator shall pay a \$100 penalty.
- B. Operator shall plug the Subject Well, or return the well to service, or obtain TA status for the well if eligible.
- C. Commission Staff may require Staff-witnessed static fluid level measurements before a Subject Well is returned to service. A Subject Well may not be returned to service if (1) any measurement has shown fluid in the wellbore at or above the appropriate minimum surface casing requirement described in Table I of the Commission's August 1, 1991, Order in Docket 34,780, (2) any measurement has shown fluid in the wellbore at or above any salt formation or other corrosive formation, or (3) in the opinion of Staff, variation in measurements indicates the possibility of a casing leak. Provided, however, a Subject Well may be returned to service upon (a) passing a casing integrity test after issuance of this Penalty Order to the satisfaction of Staff, or (b) Staff providing written, well-specific authorization after issuance of this Penalty Order.
- D. Operator 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, to the Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202, within 30 days from the date of service of this Order. <u>A request for hearing must comply with K.A.R. 82-1-219.</u>
- E. <u>Failure to timely request a hearing will result in a waiver of Operator's right to a hearing.</u> If no party timely requests a hearing, then this Order shall become final.

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³ K.S.A. 55-164; K.A.R. 82-3-111(b).

F. If Operator is not in compliance with this Order and the Order is final, then Operator's license shall be suspended without further notice and shall remain suspended until Operator complies. If a Subject Well has been inactive for more than 10 years and Operator applies for an exception to the 10-year limit on TA status for the Subject Well prior to this Order becoming final, and Operator would be in compliance with this Order if the application were approved, then suspension shall not be enforced unless: (1) the application is denied, and (2) 30 days have elapsed since the denial. The notice and opportunity for a hearing on this Order shall constitute the notice required by K.S.A. 77-512 regarding license suspension.

G. A party may petition for reconsideration of a final order pursuant to the requirements and time limits established by K.S.A. 77-529(a)(1).⁴

H. Credit card payments may be made by calling the Conservation Division at 316-337-6200. 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. Payments must reference the docket number of this proceeding.

BY THE COMMISSION IT IS SO ORDERED.

French, Chairperson; Keen, Commissioner; Kuether, Commissioner

Dated: 03/25/2025	(byjail DEnay)
	Abigail D. Emery
	Acting Secretary to the Commission
Mailed Date: 03/25/2025	
TSK	

⁴ See K.S.A. 55-162; K.S.A. 55-164; K.S.A. 55-606; K.S.A. 55-707; K.S.A. 77-503(c); K.S.A. 77-531(b).

Conservation Division District Office No. 2 3450 N. Rock Road Building 600, Suite 601 Wichita, KS 67226



Phone: 316-337-7400 http://kcc.ks.gov/

Laura Kelly, Governor

Andrew J. French, Chairperson Dwight D. Keen, Commissioner Annie Kuether, Commissioner

01/30/2025

Jerald Bollinger Bollinger, Jerald 1111 W MAIN ST CHANUTE, KS 66720-1411

Re: Temporary Abandonment API 15-015-23907-00-00 BOLLINGER 3 NW/4 Sec.02-28S-07E Butler County, Kansas

Dear Jerald Bollinger:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

Shut-in Over 10 years No fluid level verification attached.

Pursuant to K.A.R. 82-3-111, the well must be plugged, or returned to service, or obtain temporary abandonment status by 03/01/2025.

This deadline does NOT override any compliance deadline given to you in any Commission Order.

You may contact me if you have any questions.

Sincerely, Jeff Klock, District Supervisor KCC DISTRICT 2

KCC OIL/GAS REGULATORY OFFICES

Date: <u>03/03/25</u>	District: <u>02</u>	Case #:			
	New Sit	tuation	Г	Lease Ins	pection
	Respon	se to Request	F	Complair	nt
	Follow-	Up	Ī,	Field Rep	oort
				_	
Operator License No: 33345	API Well Nu	mber: <u>15-01</u>	5-23907-0	00-00	
Op Name: Bollinger, Jerald	Spot: N2 N	E SE NW	Sec <u>2</u>	_ Twp <u>28</u>	$_S Rng 7 VE / W$
Address 1: 1111 W Main St	1390			_ Feet from	N/ S Line of Section
Address 2:	2310			_ Feet from	E/W Line of Section
City: Chanute	GPS: Lat:		_ Long:		Date:
State: KS Zip Code: <u>66720 - </u>	Lease Name:	BOLLINGE	₹		Well #: 3
Operator Phone #:	County: But	ler			
Reason for Investigation:					
Denied TA application.					
Problem:					
10 Year TA Well.					
Persons Contacted:					
Colleen Dennis - Secretary for Jerald Bollinge	er 				
Findings:					
On 1/30/2025 the Bollinger 3 was denied TA second to the 10 YR TA rule, but told her the deadline in which to bring the well into compliate recommended. I also told Colleen that it was reported a fluid level of 690' for both wells, an applications. She admitted that they did not settle eligible for TA status she would get the fluid level of 690'.	s, secretary tatus for the hat Mr. Bollir iance, and the apparent the that ho veshoot fluid le	for Jerald B well. I wer nger only ha nat a penalt at no curre rification of vels and th	collinger of the through and 2 more by per K.Ant fluid less the fluid at since the three the three three the three	called to a land the apple days be A.R. 82-3 vels were the Allian	ask if there was any lication process for an efore their compliance -111 would be e shot as they of was attached to the ace Bollinger 1 was
Action/Recommendations: Follow	v Up Required	Yes No) KO	Date: _	
Staff recommends a penalty per K.A.R. 82-3-	-111 for the	Bollinger 3.			
Verification Sources:					Photos Taken: No
T-I Database District Files Other:	TA Program Courthouse	By: <u>Jeff</u>	Klock, Dis	trict 2 Sup	pervisor
Retain 1 Copy District Office					

1 Copy to Conservation Division
Form:

Form: Exhibit B Page 1 of 1

CERTIFICATE OF SERVICE

25-CONS-3313-CPEN

I, the undersigned, certify that a true cop	of the attached Order has been served to the following by means of
first class mail and electronic service on	03/25/2025

COLLEEN DENNIS
JERALD BOLLINGER
1111 W MAIN ST
CHANUTE, KS 66720-1411
667dennis@gmail.com

KANSAS CORPORATION COMMISSION
DISTRICT OFFICE NO. 2
3450 N. ROCK RD BLDG 600 STE 601
WICHITA, KS 67226
dan.fox@ks.gov

DANIEL FOX, COMPLIANCE OFFICER, KCC DISTRICT 2

TRISTAN KIMBRELL, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 tristan.kimbrell@ks.gov

/S/ KCC Docket Room

KCC Docket Room