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

Before Commissioners:

Shari Feist Albrecht, Chair Jay Scott Emler Dwight D. Keen

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In the Matter of the Failure of Kansas Crude ) Investments LLC ("Operator") to comply with K.A.R. 82-3-107 and K.A.R. 82-3-130 at the Riedel #4 in Ellis County, Kansas.

Docket No: 19-CONS-3150-CPEN

CONSERVATION DIVISION

License No: 35203

## **ORDER GRANTING MOTION TO RESCIND ORDER**

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 October 25, 2018, the Commission issued a Penalty Order finding Kansas Crude Investments LLC (Operator) committed one violation of K.A.R. 82-3-107 and K.A.R. 82-3-130 because the Operator did not submit a complete and accurate well completion report for the subject well, with the associated documents, within 120 days of the spud date.<sup>1</sup>

2. On November 9, 2018, the Operator filed a hearing request, detailing its activities on the subject well and requesting rescission of the Commission's *Penalty Order*.<sup>2</sup>

3 On November 29, 2018, the Commission issued an Order Designating Prehearing Officer and Setting Prehearing Conference.

4. On December 3, 2018, Commission Conservation Staff (Staff) filed a Motion to Rescind Order, stating that Staff's receipt and review of additional information regarding this matter have prompted Staff to conclude that expending further resources to prosecute this case is not in the

<sup>&</sup>lt;sup>1</sup> Penalty Order, ¶ 10 (Oct. 25, 2018).

<sup>&</sup>lt;sup>2</sup> Operator's Request for Hearing, pp. 1-3 (Nov. 9, 2018).

state's best interests.<sup>3</sup> Thus, Staff recommended the Commission rescind its *Penalty Order* and close the docket.<sup>4</sup>

5. Based on the above, the Commission finds Staff's request to be reasonable, and the *Penalty Order* should be rescinded.

### THEREFORE, THE COMMISSION ORDERS:

A. Staff's Motion to Rescind Order is granted, and thus, the Commission's October 25,
2018 *Penalty Order* is rescinded.

B. Any party may file and serve a petition for reconsideration pursuant to the requirements and time limits established by K.S.A. 77-529(a)(1).<sup>5</sup>

C. 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.

Albrecht, Chair; Emler, Commissioner; Keen, Commissioner

Dated: <u>12/20/2018</u>

Lynn M. Reg

Lynn M. Retz Secretary to the Commission

Mailed Date: <u>12/20/2018</u>

MJD

<sup>&</sup>lt;sup>3</sup> Motion to Rescind Order,  $\P$  4.

<sup>&</sup>lt;sup>4</sup> *Id*. at p. 1.

<sup>&</sup>lt;sup>5</sup> K.S.A. 55-162; K.S.A. 55-606; K.S.A. 55-707; K.S.A. 77-503(c); K.S.A. 77-531(b).

#### **CERTIFICATE OF SERVICE**

19-CONS-3150-CPEN

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

electronic service on 12/20/2018

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