

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

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

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 CANCELLING EVIDENTIARY HEARING
AND SETTING STATUS 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 On October 18, 2018, the Operator filed a *Notice of Appeal and Request for Hearing*.² A hearing on the *Penalty Order* is currently scheduled for February 21, 2019.³

2. On February 12, 2019, Commission Staff (Staff) filed an unopposed *Motion to Continue Evidentiary Hearing and Schedule Status Conference*. Staff requests that the currently-scheduled evidentiary hearing be continued, and that a status conference be scheduled at least 30 days

¹ *Penalty Order*, ¶ 10.

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

³ *Order Setting Procedural Schedule*, ¶ 4 (Nov. 27, 2018).

out, on the grounds that the parties have agreed to enter into a compliance agreement and need time to finalize such agreement.⁴

3. Based upon Staff's unopposed motion, the Commission finds good cause to cancel the evidentiary hearing and set a status conference.

THEREFORE, THE COMMISSION ORDERS:

A. The February 21, 2019, evidentiary hearing in this docket is cancelled.

B. A status conference is scheduled for **Friday, March 22, 2019, at 9:00 a.m.** by telephone. The conference call information is: telephone number (866) 620-7326, Conference Code PIN: 3902542751. **Please note the Conference Code PIN has changed from recent dockets.**

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.

Keen, Chair; Albrecht, Commissioner; Emler, Commissioner

Dated: 02/19/2019



Lynn M. Retz
Secretary to the Commission

Date Mailed: 02/20/2019

JRM

⁴ See *Motion to Continue Evidentiary Hearing and Schedule Status Conference*, ¶ 8 and Prayer (Feb. 12, 2019).

CERTIFICATE OF SERVICE

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I, the undersigned, certify that the true copy of the attached Order has been served to the following parties by means of first class mail and electronic service on 02/19/2019.

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/S/ DeeAnn Shupe

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