THE STATE CORPORATION COMMISSION
OF THE STATE OF KANSAS

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

In the matter of the failure of LR Energy, Inc.)	Docket No.: 15-CONS-154-CPEN
("Operator") to comply with K.A.R. 82-3-400)	
at the Hladky SWD #14-28 well in)	CONSERVATION DIVISION
Montgomery County, Kansas.)	
)	License No.: 34779

ORDER RESCINDING PENALTY

Upon its own motion, the Commission finds and concludes as follows:

I.   FINDINGS OF FACT

1.   On August 12, 2014, the Commission issued a Penalty Order in this docket, requiring Operator to pay $1,000 for unauthorized injection at the Hladky SWD #14-28.

2.   Operator and Staff have discussed this matter. Staff has identified a discrepancy in records regarding the Hladky SWD #14-28. This discrepancy has been resolved with Operator.

3.   Based upon the above, Staff recommends that the Penalty Order in this docket should be rescinded.

II.   CONCLUSIONS OF LAW

4.   Based upon the above, the Commission concludes that the August 12, 2014, Penalty Order in this docket should be rescinded.

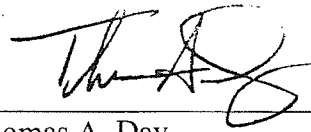**THEREFORE, THE COMMISSION ORDERS:**

A.   The Penalty Order issued in this docket is rescinded.

B.   The Commission retains jurisdiction over the subject matter and the parties for the

purpose of entering such further order or orders as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.
Albrecht, Chair; Emler, Com.; Apple, Com.
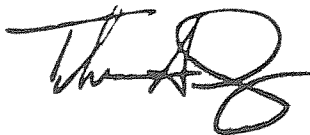

Dated: _____ OCT 0 2 2014 _____

_____
Thomas A. Day
Acting Executive Director

Mailed Date: _____ 10/3/14 _____

JRM

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CERTIFICATE OF SERVICE

I certify that on _____ 10/3/14 _____, I caused a complete and accurate copy of this Order to be served via United States mail, with the postage prepaid and properly addressed to the following:

John G. Burke
LR Energy, Inc.
8150 N. Central Expy., Suite 1605
Dallas, Texas 75206

And delivered by hand to:

Alan Snider
Conservation Division Central Office

/s/ Jonathan R. Myers
Jonathan R. Myers
Litigation Counsel
Kansas Corporation Commission