

**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 Application of Sandridge)	Docket No. 15-CONS-251-CFLA
Exploration and Production, LLC for Permission to)	
Flare Natural Gas from the Perth 3302 #2-1H Well in)	CONSERVATION DIVISION
Sumner County, Kansas, pursuant to K.A.R. 82-3-208)	
and 82-3-314.)	License No. 34192

ORDER GRANTING APPLICATION

The above-captioned matter comes before the State Corporation Commission of the State of Kansas for consideration and determination. Having examined its files and records, and being duly advised in the premises, the Commission makes the following findings:

I. JURISDICTION

1. K.S.A. 74-623 provides that the Commission has the exclusive jurisdiction and authority to regulate oil and gas activities.
2. K.A.R. 82-3-208, 82-3-209, and 82-3-314 govern the venting/flaring of casinghead gas, the flaring of sour gas, and the venting/flaring of gas other than casinghead gas.
3. The Commission's Order in Docket No. 12-CONS-117-CEXC, prescribing special field rules for horizontal wells productive from the Mississippian formation, allows flaring of gas for up to 60 producing days after completion without an application and order. Flaring for the first 30 days requires the Operator to file an affidavit with the Commission, and flaring for the second 30 days requires additional written notification to the Commission.

II. FINDINGS OF FACT

4. An application was filed on September 24, 2014, by SandRidge Exploration and Production, LLC ("Operator"), a licensed operator, to flare natural gas from its Perth 3302 #2-1H (Perth well) well in Sumner County, Kansas.

5. On October 9, 2014 the Commission issued its order in this docket allowing Sandridge to flare gas from the Perth well on an interim basis pending a final decision on its application.

6. Flaring gas from the Perth well is necessary because the only available pipeline for the gas is six (6) miles from the well and the volume of gas being produced does not justify the expense required to construct a pipeline to the nearest sale point. Reinjecting the gas is not feasible and there are no nearby leases where the gas could be used.

7. The operator has verified that notice was properly served and published, as required under K.A.R. 82-3-135a, at least 15 days before the issuance of this Order.

8. No protests under K.A.R. 82-3-135b were filed

9. The subject well is capable of producing both oil and natural gas, and is currently classified as an oil well under K.A.R. 82-3-101.

10. The requirements of K.A.R. 82-3-208 to allow the flaring of casinghead gas have been satisfied and the application should be granted.

III. CONCLUSIONS OF LAW

11. The Commission has jurisdiction over the operator and this matter.

12. The application was filed in accordance with the rules and regulations of the Commission and Kansas statutes.

13. Notice was properly served and published.

14. Based on the available facts, the Commission finds and concludes that the application should be granted to prevent waste and protect correlative rights.

THEREFORE, THE COMMISSION ORDERS:

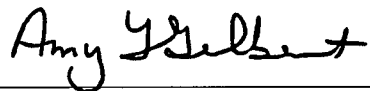
- A. The application for permission to flare gas from the Perth well is granted.
- B. Flaring shall be performed in a manner designed to prevent damage to property and injury to persons who are reasonably expected to be in the vicinity of the flaring operations.
- C. Gas volume and H₂S content of the gas must be reported to the Commission Staff monthly.
- D. This Order is a summary proceeding pursuant to K.S.A. 77-537, which provides in paragraph (b)(4) that summary proceedings are not effective until the time for requesting a hearing has expired. K.S.A. 77-542 provides that a request for hearing shall be filed within 15 days of any agency notice resulting in a right to request a hearing. If service of this Order is by mail, three days are added to the deadline. Any party taking an action permitted by this summary proceeding before the deadline for requesting a hearing has expired shall be deemed to have waived their right to a hearing pursuant to K.S.A. 77-504.
- E. Any party affected by this Order may file with the Commission a petition for reconsideration pursuant to K.S.A. 77-529(a). The petition shall be filed within 15 days after service of this Order. If service of this Order is by mail, three days are added to the deadline. The petition shall be addressed to the Commission and sent to 266 N. Main, Ste. 220, Wichita, Kansas 67202. Pursuant to K.S.A. 55-606 and K.S.A. 77-529(a), reconsideration is prerequisite for judicial review of this Order. Any party taking an action permitted by this summary proceeding before the deadline for a petition for reconsideration does so at their own risk of further proceedings.

F. The Commission retains jurisdiction of the subject matter and the parties and may enter additional orders as it deems appropriate.

BY THE COMMISSION IT IS SO ORDERED.

Albrecht, Chair; Emler, Commissioner; Apple, Commissioner

Date: SEP 10 2015



Amy L. Gilbert
Secretary to the Commission

Date Mailed: September 10, 2015

JM

CERTIFICATE OF SERVICE

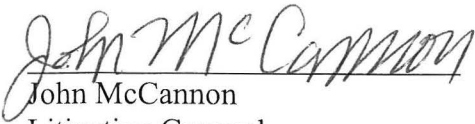
I certify that on 9/10/2015, I caused a complete and accurate copy of this Order to be served via United States mail, with the postage prepaid and properly addressed to the following:

David Bengtson
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Wichita, KS 67206-6620
Attorney for SandRidge Exploration and Production, LLC

Linda McDonald
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and hand delivered to:

Jim Hemmen, KCC Central Office


John McCannon
Litigation Counsel
Kansas Corporation Commission