

BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

APPLICANT: CITIZEN ENERGY III, LLC )  
)  
RELIEF SOUGHT: INCREASED WELL DENSITY ) CAUSE CD NO. 201904944T  
)  
LEGAL SECTION 22, TOWNSHIP 14 )  
DESCRIPTION: NORTH, RANGE 8 WEST, ) ORDER NO. 705201  
CANADIAN COUNTY, )  
OKLAHOMA )

**INTERIM ORDER OF THE COMMISSION**

**FINDINGS AND ORDER**

1. **Hearing Date and Place:** 8:30 a.m., the 28<sup>th</sup> day of October, 2019, Oklahoma Corporation Commission, Eastern Regional Office, Suite 114, 440 South Houston, Tulsa, Oklahoma.
2. **Appearances:** William H. Huffman, Attorney, appeared for the Applicant, Citizen Energy III, LLC.
3. **Notice and Jurisdiction:** The Commission has jurisdiction over the subject matter herein and of the persons interested therein. The Applicant in this Cause has made a diligent search of all available resources, including local tax rolls, deed records, judicial and other official records, telephone directories, city directories and the like to determine all parties whose interest is affected by these proceedings. Those parties whose names and addresses were reasonably ascertainable from sources available at hand, communication by mail or other means certain to insure actual notice was given pursuant to the Rules of the Oklahoma Corporation Commission. Those parties whose name or address was not reasonably ascertainable from the sources available at hand and all other means for giving notice were unavailable, the Applicant obtained service by publication. The Applicant has given notice to all interested parties that was reasonably calculated under all circumstances to apprise them of the pendency of this Cause and afford them an opportunity to be heard. That the Commission has jurisdiction over the subject matter herein and of the persons interested therein. That the Commission conducted a judicial inquiry into the sufficiency of Applicant's search to determine the names and whereabouts of the respondents who were served herein by publication, and based on the evidence adduced, the Commission finds that the Applicant has exercised due diligence and has conducted a meaningful search of all reasonably available sources at hand. The Commission approves the publication service given herein as meeting statutory requirements and the minimum standards of state and federal due process so that notice has been given in all respects as required by law and by the rules of the Commission. That this Commission makes this finding in compliance with *Carlile v. Cotton*, 732 P.2nd 438 (Okla. 1986). That Applicant is the owner of an interest in the area covered by the Application.
4. **Relief Requested:** The Applicant requests Citizen Energy III, LLC. be permitted to drill and produce an additional well as shown in the "Relief Granted" herein.

5. Reason Relief Should be Granted in the Well Density: This unit is underlain with productive Woodford common source of supply. Reservoir data indicates there are 4,933,650 MCF and 1,345,912 BO of recoverable reserves remaining in the Woodford. There are no existing Woodford wells, however, the plan of development is for two wells to be drilled in Section 15. Each multi-unit horizontal well being drilled in Section 15 will drain approximately 850,000 MCF and 100,000 BO in the Woodford, thereby leaving significant unrecovered reserves in the Woodford common source of supply. Applicant proposes the drilling of an additional multi-unit horizontal well to the Woodford, in order to recover the hydrocarbons remaining in the section. An additional well is necessary to drain the remaining recoverable hydrocarbons underlying the unit. The granting of the application will protect correlative rights and prevent waste.

7. Relief Granted: The requested increased density for an additional well is hereby authorized for the Woodford common source of supply in:

Section 22, Township 14 North, Range 8 West, Canadian County, Oklahoma, 640-acre unit, as an exception to Order No. 629067.

8. Allowable: If a well is completed as an oil well, it will share the unit oil allowable. If a well is completed as a gas well, it will share the unit gas allowable.

9. That the increased density well, in accordance with the foregoing, is necessary to prevent waste and to protect correlative rights, and Citizen Energy III, LLC is hereby permitted to drill and produce an additional well from the common source of supply as set out herein and IT IS SO ORDERED.

10. Reopening of Cause: This cause shall be reopened on the 28<sup>th</sup> day of April, 2020 for the final determination of the need for increased density for each of the named common sources of supply.

11. This Order shall remain in effect for a period of one year from the date of signing and as long thereafter as operations have commenced for the drilling of a well to the common sources of supply.

DONE AND PERFORMED this 14 day of November, 2019.

CORPORATION COMMISSION OF OKLAHOMA

J. Todd Hiatt

J. TODD HIETT, Chairman

Bob Anthony

BOB ANTHONY, Vice Chairman

Dana L. Murphy

DANA L. MURPHY, Commissioner

ATTEST:  
Peggy Mitchell  
PEGGY MITCHELL, SECRETARY

**REPORT OF THE ADMINISTRATIVE LAW JUDGE**

The foregoing findings and order are the report and recommendations of the Administrative Law Judge.

Curtis M. Johnson  
Curtis Johnson, Administrative Law Judge

10-31-19  
Date

Dana L. Murphy  
Reviewer

12/6/19  
Date

Approved:  
William Huffman  
William Huffman