

**BEFORE THE CORPORATION COMMISSION OF THE STATE OF  
OKLAHOMA**

**APPLICANT: LORI WROTENBERY, DIRECTOR  
OIL AND GAS CONSERVATION DIVISION  
OKLAHOMA CORPORATION COMMISSION**

**RESPONDENT: CANOK INTERNATIONAL, INC.  
OPERATOR #16202**

**LEGAL: NE/4 OF SECTION 26,  
TOWNSHIP 15 NORTH,  
RANGE 10 EAST,  
CREEK COUNTY, OK**

**RELIEF SOUGHT: MONETARY FINES ) CAUSE OGC NO. 200900001T  
& COMPLIANCE ) CITATION # 1-0758A  
WITH COMMISSION )  
RULES ) ORDER NO. 564381**

**FINAL ORDER**

This cause came on for hearing before an Administrative Law Judge on the Enforcement Docket on January 6, 2009, in the Commission's Courtroom, Kerr Building, Tulsa, Oklahoma, pursuant to notice given as required by law and the rules of the Commission for the purpose of taking testimony and reporting to the Commission.

At the time of the hearing, Jim Hamilton, attorney for the Oil and Gas Conservation Division, appeared for the Applicant, Lori Wrotenbery, Director of the Oil and Gas Conservation Division of the Corporation Commission. Lee I. Levinson, attorney, appeared for the Respondent, Canok International, Inc.

**FINDINGS**

1. The Commission has jurisdiction over the subject matter, and notice has been given in all respects as required by law and rules of the Commission.

2. This matter relates to a well operated by the Respondent and located on the Friday lease in Section 26, Township 15 North, Range 10 East, Creek County, Oklahoma. Respondent's agent and principal, Phil Hammill, was served with a Complaint Citation on November 19, 2008. A copy of the Citation was also delivered on December 19,

2008, by United States Postal Service certified mail at the last-known address of the Respondent as shown in the Commission records.

3. Commission oil and gas field inspector Roger Pearman filed the Complaint Citation with the Court Clerk alleging that the Respondent was the owner/operator of the subject well. The field inspector alleged that he had observed that the Respondent was using the well for disposal or injection of salt water without proper Commission authorization. The complaint alleged that the action of the Respondent was a violation of Commission Rule OCC-OAC 165:10-5-2, failure to obtain a permit for injection or disposal well, which required an administrative fee of Five Thousand Dollars (\$5,000.00), which the Respondent agreed to pay without admission of fault.

3. The Administrative Law Judge finds that the Respondent is in violation of OCC-OAC165:10-5-2, which provides on Schedule A for a monetary assessment of Five Thousand Dollars (\$5,000.00). The Administrative Law Judge further recommends that a Final Order issue in this cause.

### **ORDER**

IT IS THEREFORE THE ORDER OF THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA:

1. That the findings and recommendation of the Administrative Law Judge are incorporated herein.


2. That the Respondent, Canok International, Inc., is found in violation of OCC-OAC 165:10-5-2 and is required to pay to the Corporation Commission the sum of Five Thousand Dollars (\$5,000.00) for failure to obtain Commission authority for injection or disposal of salt water into a well located on the Friday lease in the NE/4 of Section 26, Township 15 North, Range 10 East, Creek County, Oklahoma.

3. That the monetary assessment shall be paid, within thirty (30) days of the date of this Final Order, by the Respondent to the Cashier, Finance Department, Corporation Commission, 2101 N. Lincoln Boulevard, P.O. Box 52000, Oklahoma City, OK 73152-2000. As an accommodation to the Respondent, payment may be made in monthly installments of Five Hundred Dollars (\$500.00) commencing no later than thirty (30) days from the date of this order and each thirty days thereafter until the full amount has been paid. However, should Respondent fail to timely pay any installment, the full remaining amount of said obligation shall be due and owing.

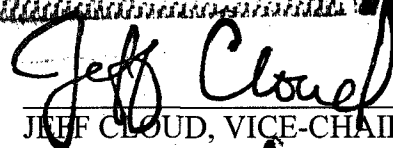
**4. THAT PAYMENT OF THIS OBLIGATION IS DUE WITHIN THE TIME PROVIDED AND FAILURE TO PAY SHALL RESULT IN A STATE COURT JUDGMENT AND COLLECTION ACTION BEING FILED AGAINST**

**THE RESPONDENT, AND A LIEN BEING FILED AGAINST THE  
PROPERTIES OF THE RESPONDENT ACCORDING TO 17 O. S. SECTION 6.**

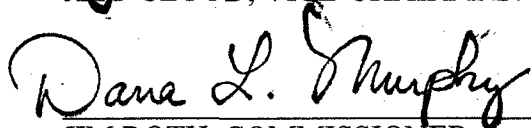
OKLAHOMA CORPORATION COMMISSION



BOB ANTHONY, CHAIRMAN



JEFF CLOUD, VICE-CHAIRMAN



DANA L. MURPHY, COMMISSIONER

DONE AND PERFORMED this 13 day of January 2009.

BY ORDER OF THE COMMISSION:



PEGGY MITCHELL, SECRETARY

JOYCE CONNER, Assistant Secretary

**REPORT OF THE ADMINISTRATIVE LAW JUDGE**

The foregoing is the report and recommendation of the Administrative Law Judge.



CURTIS M. JOHNSON,  
ADMINISTRATIVE LAW JUDGE

\_\_\_\_\_  
Jim Hamilton  
Attorney for Applicant  
OBA #3762

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Lee I. Levinson  
Attorney for Respondent  
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