

BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

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

**RESPONDENT: BANK OIL SERVICES
OPERATOR #13078**

**LEGAL: SW/4 SECTION 20,
TOWNSHIP 15 NORTH,
RANGE 09 EAST,
CREEK COUNTY, OK**

**RELIEF SOUGHT: MONETARY FINES) CAUSE OGC NO. 200600021T
& COMPLIANCE) CITATION # 1-0629A
WITH COMMISSION)
RULES) ORDER NO. 526808**

FINAL ORDER

This cause came on for hearing before an Administrative Law Judge on the Enforcement Docket on June 27, 2006, 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, Bank Oil Services.

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 cause relates to the Fobes #2 well located in the NW/4 of the SW/4 of Section 20, Township 15 North, Range 09 East, Creek County, Oklahoma. Commission oil and gas field inspector Pat Brown filed the Complaint Citation with the Court Clerk alleging that the Respondent was the owner/operator of the subject Fobes #2 well. The field inspector alleged that he had observed salt water flowing into the well, which was not authorized as a disposal or injection well. 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 that Respondent be assessed a monetary fine of Five Thousand Dollars (\$5,000.00).

3. The Administrative Law Judge finds that the Respondent, Bank Oil Services, is in violation of OCC-OAC165:10-5-2, which provides on Schedule A for a monetary fine of Five

Thousand Dollars (\$5,000.00). By agreement of the parties, the Administrative Law Judge recommends that Respondent be permitted to pay the monetary fine in monthly installments at the rate of Five Hundred Dollars (\$500.00) per month until the full amount is paid. 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, Bank Oil Services, 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 the Fobes #2 well located in the NW/4 of the SW/4 of Section 20, Township 15 North, Range 09 East, Creek County, Oklahoma, as set forth in Commission Rules.

3. That the assessed monetary fine of **Five Thousand Dollars (\$5,000.00)** shall be paid 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 of this fine 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 fine shall be due and owing.

4. THAT PAYMENT OF THIS MONETARY FINE 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


JEFF CLOUD, CHAIRMAN


DENISE A. BODE, VICE-CHAIRMAN


BOB ANTHONY, COMMISSIONER

DONE AND PERFORMED this 6 day of July 2006.


BY ORDER OF THE COMMISSION:


PEGGY MITCHELL, SECRETARY

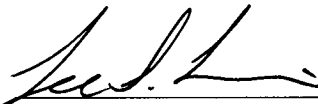
REPORT OF THE ADMINISTRATIVE LAW JUDGE

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


ADMINISTRATIVE LAW JUDGE



Jim Hamilton,
OBA #3762
Attorney for Applicant



Lee I. Levinson,
OBA #5395
Attorney for Respondent