



FINAL HEARING AGENDA

Suite 801, The Chancery Building
1120 Lincoln Street
Denver, Colorado 80203

Monday, July 10, 2006

- ⌚ 9:00 a.m. Roll Call of Commissioners
- Approval of Proceedings
- ⌚ 9:05 a.m. Report from the Executive Director's Office
- ⌚ 9:20 a.m. Report from the Director - Written report provided
- ⌚ 10:00 a.m. Report from the Assistant Attorney General
 Pipeline Rules discussion
- ⌚ 10:30 a.m. Commissioner Comments
- ⌚ 10:45 a.m. Audience Comments
- ⌚ 11:15 a.m. Consent Agenda
 6 Administrative Hearing items including 1 AOC
 6 Hearing Officer recommendations under Rule 511.b.

Cause No. 166, Docket No. 0606-SP-29, Plateau Field, Garfield County

Applicant: EnCana Oil & Gas (USA) Inc.
Attorney: Erika Z. Enger

Subject: Request for an order to establish 40-acre drilling and spacing units and allow increased density of up to two (2) wells, for certain lands in Township 8 South, Range 96 West, 6th P.M., with the permitted well to be located no closer than 200 feet from the unit boundary, for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Comments: Continued to the July hearing. Application withdrawn and hearing cancelled.

Cause No. 440, Docket No. 0607-SP-34, Parachute Field, Garfield County

Applicant: Williams Production RMT Company
Attorney: William A. Keefe

Subject: Request for an order to vacate the NW¹/₄ SW¹/₄ of Section 25, Township 6 South, Range 95 West, 6th P.M. from the provisions of Order Nos. 440-12 and 440-16.

Protestant: Bureau of Land Management

Comments: Continued to the August hearing.

Cause No. 510, Docket No. 0607-SP-35, De Beque Field, Garfield/Mesa Counties

Applicant: EnCana Oil & Gas (USA) Inc.

Attorney: Michael J. Wozniak

Subject: Request for an order to establish a 160-acre drilling and spacing unit and allow increased density with the option to drill up to four (4) wells in the NW¼ of Section 13, Township 8 South, Range 97 West, 6th P.M., with the permitted well to be located no closer than 600 feet from the unit boundary, and with a setback of at least 600 feet between wells, for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Comments: Continued to the August hearing.

🕒 1:00 p.m.

Cause No. 191, Docket No. 0607-UP-08, Mamm Creek Field, Garfield County

Applicant: Antero Resources Company

Attorney: Michael J. Wozniak

Subject: Request for an order to pool all non-consenting interests in the 320-acre drilling and spacing unit consisting of the S½ of Section 11, Township 6 South, Range 93 West, 6th P.M., for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Protestants: Antlers Minerals, LLC., B & L Resources, LLC., Richard N. Casey, Yvonne Chambers

Attorney: Nathan A. Keever

Hearing Officer: Tricia Beaver

Comments: Prehearing Conference held.

🕒 3:30 p.m.

Cause No. 1V, Docket No. 0607-OV-10, Baca County

Staff Recommendation

Subject: Request for an Order Finding Violation finding Wallace Oil & Gas Inc. in violation of Rule 309., failure to file with the Commission, within forty-five (45) days after the month in which production occurs, a report on Operator's Monthly Report of Operations, Form 7, containing all information required by said form, for the Newman #1-7 Well, located in the SW¼ NE¼ Section 7, Township 32 South, Range 41 West, 6th P.M., and the Hume #17-1 Well, located in the SW¼ SE¼ Section 17, Township 32 South, Range 41 West, 6th P.M.; Rule 319.b.(3), a well that has ceased production shall be abandoned within six (6) months unless the time is extended by the Director upon application by the owner, and Rule 326.b., a mechanical integrity test shall be performed within two (2) years of initial shut-in date, for the Watkins #1 Well, located in the SE¼ NW¼ Section 20, Township 32 South, Range 41 West, 6th P.M.

Cause No. 1V, Docket No. 0607-OV-11, Wildcat Field, Jefferson County
Staff Recommendation

Subject: Request for an Order Finding Violation finding Plainview Oil & Gas, Inc. in violation of an AOC (1V-296) and failure to comply with Rule 603.j., statewide equipment, weeds, waste, and trash requirements, Rule 1002.c., protection of soils, Rule 1002.e., surface disturbance minimization, Rule 1003.b., interim reclamation of areas no longer in use, Rule 1003.d., drilling pit closure, and Rule 1003.f., weed control, for the State #16-4 Well located in the NW¼ NW¼ of Section 16, Township 2 South, Range 70 West, 6th P.M.

CONSENT AGENDA

=====

No protests/interventions were received or protests were resolved on the matters listed below and administrative hearings were held for these matters. Appropriate testimony accompanied by required exhibits was presented to the Hearing Officers in support of the applications. Written Hearing Officer recommendations were provided and exhibits are available upon request. The Applicants agreed to be bound by oral Order of the Commission.

Cause No. 471, Docket No. 0607-UP-11, Jace Unit, Kiowa County

Applicant: Citation Oil & Gas Corporation
Attorney: Randall M. Case

Subject: Request for an order to approve unit operations for certain lands in Township 18 South, Ranges 41 and 42 West, 6th P.M., for the production of gas and associated hydrocarbons from the Morrow Formation.

Hearing Officers: David Shelton/Tricia Beaver

Comments: Heard by Hearing Officers who recommend approval.

Cause Nos. 139 & 440, Docket No. 0607-AW-11, Rulison & Parachute Fields,
Garfield County

Applicant: Williams Production RMT Company
Attorney: William A. Keefe

Protestant: EnCana Oil & Gas (USA) Inc.
Attorney: Diane Blieszner

Rule 510 Statement: 25 citizens

Subject: Request for an order to allow the equivalent of one well per 10 acres, with the permitted well to be located no closer than 100 feet from the unit boundary for certain lands in Townships 6 and 7 South, Ranges 94 and 95 West, 6th P.M., for the production of gas and associated hydrocarbons from the Williams Fork Formation.

Hearing Officers: David Dillon/Tricia Beaver

Comments: Protest withdrawn. Heard by Hearing Officers who recommend approval.

Cause No. 112, Docket No. 0607-AW-09, Ignacio-Blanco Field, La Plata County

Applicant: Chevron MidContinent, L.P.
Attorney: William A. Keefe

Subject: Request for an order to allow an additional well in the 320-acre drilling and spacing units for certain lands in Township 33 North, Range 11 West, N.M.P.M., with the permitted well to be located no closer than 990 feet from the unit boundary, for the production of gas and associated hydrocarbons from the Fruitland coal seams.

Hearing Officers: David Shelton/Tricia Beaver

Comments: Heard by Hearing Officers who recommend approval.

Cause Nos. 139 & 440, Docket No. 0607-AW-10, Ignacio-Blanco, La Plata County

Applicant: BP American Production and Red Willow Production
Attorney: Michael J. Wozniak

Subject: Request for an order to allow up to four (4) wells to be optionally drilled in the 320-acre drilling and spacing units for certain lands in Townships 32 through 34 North, Ranges 6 through 9 West, N.M.P.M., with the permitted well to be located no closer than 660 feet from the unit boundary, for the production of gas and associated hydrocarbons from the Fruitland coal seams.

Intervener: La Plata County
Attorney: Jeffery Robbins

Hearing Officers: David Shelton/Tricia Beaver

Comments: Request to intervene was filed by the San Juan Citizens Alliance and a prehearing conference held. The request for intervention was denied and the matter was heard by Hearing Officers who recommend approval.

Cause No. 510, Docket No. 0607-SP-36, Grand Valley Field, Garfield County

Applicant: EnCana Oil & Gas (USA) Inc.
Attorney: Michael J. Wozniak

Subject: Request for an order to establish a 160-acre drilling and spacing unit consisting of the SW $\frac{1}{4}$ of Section 27, Township 7 South, Range 96 West, 6th P.M., and allow increased density with the option to drill up to two (2) wells, with the permitted well to be located in the NW $\frac{1}{4}$ SW $\frac{1}{4}$ and the SE $\frac{1}{4}$ SW $\frac{1}{4}$, of Section 27, Township 7 South, Range 96 West, 6th P.M., no closer than 600 feet from the unit boundary.

Hearing Officers: David Dillon/Tricia Beaver

Comments: Heard by Hearing Officers who recommend approval.

Cause No. 1V, Docket No. 0607-OV-09, Las Animas County
Staff Recommendation

Subject: Request to approve an Administrative Order by Consent finding XTO Energy, Inc. in violation of Rule 317.d. and Conditions of Permit Approval for failure to set the required amount of surface casing in the Golden Eagle #20-3 Well located in the NE¼ NW¼ of Section 20, Township 33 South, Range 67 West, 6th P.M.

RULE 511.b. RECOMMENDATIONS

=====

No protests/interventions were received on the matters listed below and upon requests made by the applicants to approve the applications based on the merits of the verified applications and the supporting written testimony and exhibits, the Hearing Officers recommend approval.

Cause No. 112, Docket No. 0607-EX-07, Ignacio-Blanco Field, La Plata County

Applicant: Black Hills Exploration Inc.
Attorney: William A. Keefe

Subject: Request for an order to reduce the setbacks from 990 feet to 660 feet, with no setbacks from the interior quarter section lines for certain lands in Township 33 North, Range 8 West, N.M.P.M., for the production of gas and associated hydrocarbons from the Fruitland coal seams.

Hearing Officer: David Dillon

Comments: Hearing Officer recommends approval.

Cause Nos. 191 & 523, Docket No. 0607-UP-06, Mamm Creek Field, Garfield County

Applicant: Antero Resources Company
Attorney: Michael J. Wozniak

Subject: Request for an order to pool all non-consenting interests in the 320-acre drilling and spacing unit consisting of the S½ of Section 9, Township 6 South, Range 92 West, 6th P.M., for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Hearing Officer: Tricia Beaver

Comments: Hearing Officer recommends approval.

Cause Nos. 191 & 523, Docket No. 0607-UP-07, Mamm Creek Field, Garfield County

Applicant: Antero Resources Company
Attorney: Michael J. Wozniak

Subject: Request for an order to pool all non-consenting interests in the 320-acre drilling and spacing unit consisting of the N½ of Section 15, Township 6 South, Range 92 West, 6th P.M., for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Hearing Officer: Tricia Beaver

Comments: Hearing Officer recommends approval.

Cause No. 191, Docket No. 0607-UP-09, Mamm Creek Field, Garfield County

Applicant: Antero Resources Company
Attorney: Michael J. Wozniak

Subject: Request for an order to pool all non-consenting interests in the 260-acre drilling and spacing unit consisting of the S½ of Section 18, Township 6 South, Range 92 West, 6th P.M., for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Hearing Officer: Tricia Beaver

Comments: Hearing Officer recommends approval.

Cause No. 191, Docket No. 0607-UP-10, Mamm Creek Field, Garfield County

Applicant: Antero Resources Company
Attorney: Michael J. Wozniak

Subject: Request for an order to pool all non-consenting interests in the 320-acre drilling and spacing unit consisting of the S½ of Section 17, Township 6 South, Range 92 West, 6th P.M., for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Hearing Officer: Tricia Beaver

Comments: Hearing Officer recommends approval.

Cause No. 139, Docket No. 0606-SP-33, Rulison Field, Garfield County

Applicant: Noble Energy Inc.
Attorney: Gregory R. Danielson

Subject: Request for an order to establish 40-acre drilling and spacing units and allow increased density of up to four (4) wells, for certain lands in Township 8 South, Range 95 West, 6th P.M., with the permitted well to be located no closer than 100 feet from the unit boundary, for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

Hearing Officer: Tricia Beaver

Comments: Hearing Officer recommends approval.