

RECORD OF PROCEEDINGS

December 16, 2013

The Oil and Gas Conservation Commission (“COGCC”) met on December 16th and 17th, 2013, at the Ralph L. Carr Colorado Judicial Center, 1300 Broadway, 1st Floor, Room 1E, Denver, Colorado 80203.

Monday, December 16, 2013 - Roll Call of Commissioners:

Present:

Perry Pearce	Vice-Chairman
Deann Craig	Commissioner
John Benton	Commissioner
Richard D. Alward	Commissioner
Mike King	Commissioner
Larry Wolk	Commissioner
Matt Lepore	Director
Jake Matter	Assistant Attorney General
Robert J. Frick	Hearings Manager

Absent:

Tom Compton	Chairman
Tommy Holton	Commissioner
Andrew Spielman	Commissioner

Approval of Proceedings:

Commissioner Benton made a Motion to Approve the minutes from the October 28, 2013 hearing. The Motion was seconded by Commissioner Craig and approved unanimously.

Local Government Officials:

None

DNR Executive Director’s Report:

DNR Director King noted the following:

- 1) Discussed Greater Sage Grouse Habitat Resource Management Plan (BLM).
- 2) Air Quality Rulemaking moving forward before the Air Quality Control Board.

Director’s Report:

COGCC Director Lepore noted the following:

- 1) Retirement of COGCC Deputy Director and Permitting/Technical Manager Thom Kerr.

RECORD OF PROCEEDINGS

- 2) Flood Recovery – COGCC has inspected over 3000 inspections of flooded oil and gas locations. Of 2648 shut-in locations, 2025 have returned to production. 1149 barrels of oil were spilled and 1035 barrels of produced water. 42 spills were reported on Form 19.
- 3) COGCC will conduct a “Lessons Learned from the Flood” in the 1st Quarter of 2014.
- 4) The Local Government Liaison Program (LGL) held 8 training sessions in 2013. Attendees included 60 Local Government Designees (LGD), 13 elected officials and 44 others attended the sessions.
- 5) COGCC hired 15 of 19 field additional inspectors authorized for 2013.
- 6) Total well count is now 51,692. 56% of new wells are drilled horizontally.
- 7) On November 15, 2013, the COGCC received a petition for rulemaking from the Earth Guardians, requesting the COGCC suspend hydraulic fracturing. Director Lepore recommended the matter be placed on the January 2014 docket for the Commission to consider taking up rulemaking to solicit input from stakeholders and receive a presentation from the petitioner. There was no objection to placing the matter on the January 2014 docket for consideration.
- 8) On December 17, 2013 the Commission will finalize the spill reporting rulemaking.
- 9) Director Lepore noted an error concerning the sage grouse map referenced on page 3 of the December Staff Report. There is no such sage grouse map.

Commissioner Comments:

- 1) Commissioner Benton relayed a message from prior COGCC Commissioners thanking Thom Kerr for his service to the COGCC and to the people and State of Colorado.
- 2) Commissioner Pearce also extended a thank you to Thom Kerr on behalf of the Commission.

Public Comments:

- 1) Jamie Jost, on behalf of COGA, addressed the Move-In Rig-Up (MIRU) Policy. COGA had a few comments and suggestions regarding the policy, including: initially, there may be circumstances / schedule changes that will result in non-compliance; to confirm the effective date (request 60 days out from December 16, 2013 hearing); allow a waiver policy like Rules 305 and 306; asking for flexibility for immediate need and other circumstances under the policy, which is not a rule.
- 2) Ms. Jost, on behalf of COGA, thanked Thom Kerr.

Consent Agenda

With 40 matters listed for the Consent Agenda, Hearings Unit Manager Robert Frick suggested that the Commission consider the matters in ten groups, as organized by Staff. Acting Chairman Pearce noted his employer was ConocoPhillips and asked to transfer the Acting Chairmanship to Commissioner Benton, and noted he would not participate in deliberation or voting on any Consent Agenda matters. Commissioner Pearce left the room. Five Commissioners were present for voting, maintaining a quorum.

Group A

Acting Chairman Benton asked if any Commissioners had a conflict of interest or recusals with any of the items within Group A of the Consent Agenda. No conflicts were reported.

RECORD OF PROCEEDINGS

Commissioner Alward moved for the approval of Group A, as recommended by Staff, as follows:

Docket No. 1312-AW-84, Unnamed, Arapahoe County

Applicant: ConocoPhillips Company
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to approve up to four horizontal wells within an approximate 640-acre drilling and spacing unit established by Order No. 535-97 for Section 30, Township 4 South, Range 64 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Docket No. 1312-SP-1206, Unnamed, Arapahoe County

Applicant: ConocoPhillips Company
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to vacate two approximate 640-acre drilling and spacing units established by Order No. 535-97 for Sections 9 and 10, Township 4 South, Range 65 West, 6th P.M.; and establish an approximate 1280-acre exploratory drilling and spacing unit for Sections 9 and 10, Township 4 South, Range 65 West, 6th P.M. and approve up to two horizontal wells within the unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation

Docket No. 1312-SP-1207, Unnamed, Arapahoe County

Applicant: ConocoPhillips Company
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to 1) vacate an approximate 640-acre drilling and spacing unit established by Order No. 535-97 for Section 14, Township 4 South, Range 65 West, 6th P.M.; 2) vacate the well exception location established by Order No. 535-100 for Section 13, Township 4 South, Range 65 West, 6th P.M.; and 3) establish an approximate 960-acre exploratory drilling and spacing unit and approve one horizontal well within the unit for certain lands in Sections 13 and 14, Township 4 South, Range 65 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Docket No. 1312-SP-1208, Unnamed, Arapahoe County

Applicant: ConocoPhillips Company
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to: 1) vacate an approximate 640-acre drilling and spacing unit established by Order No. 535-97 for Section 18, Township 4 South, Range 64 West, 6th P.M.; 2) vacate the well exception location established by Order No. 535-100 for Section 13, Township 4 South, Range 65 West, 6th P.M.; and 3) establish an approximate 960-acre exploratory drilling and spacing unit and approve one horizontal well within the unit for certain lands in Section 13, Township 4 South, Range 64 West, 6th P.M. and Section 18, Township 4 South, Range 65 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

RECORD OF PROCEEDINGS

Docket No. 1310-UP-227, Unnamed, Adams County

Applicant: ConocoPhillips Company
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to pool all interests in an approximate 1280-acre exploratory drilling and spacing unit established for Section 34 and 35, Township 3 South, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1312-UP-249, Unnamed, Arapahoe County

Applicant: ConocoPhillips Company
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to pool all interests in an approximate 960-acre exploratory drilling and spacing unit established for certain lands in Section 13 and 14, Township 4 South, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1312-UP-250, Unnamed, Arapahoe County

Applicant: ConocoPhillips Company
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to pool all interests, including previously unnoticed interests, in an approximate 1280-acre exploratory drilling and spacing unit established for Sections 23 and 24, Township 4 South, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

The motion was seconded by Commissioner Craig and approved unanimously.

Group B

Acting Chairman Benton asked if any Commissioners had a conflict of interest or recusals with any of the items within Group B of the Consent Agenda. No conflicts were reported.

Commissioner Craig moved for the approval of Group B, as recommended by Staff, as follows:

Docket No. 1309-UP-177, Wattenberg, Weld County

Applicant: Bill Barrett Corporation
Attorneys: Robert A. Willis

Subject: Request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 8, Township 6 North, Range 61 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1309-UP-205, Wattenberg, Weld County

Applicant: Bill Barrett Corporation
Attorneys: Jillian Fulcher and Jack R. Luellen

RECORD OF PROCEEDINGS

Subject: Request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 30, Township 6 North, Range 61 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1309-UP-208, Wattenberg, Weld County

Applicant: Bill Barrett Corporation

Attorneys: Robert A. Willis

Subject: Request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 17, Township 6 North, Range 61 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1312-AW-82, Wattenberg, Weld County

Applicant: Bill Barrett Corporation

Attorneys: Jillian Fulcher and Jack R. Luellen

Subject: Request for an order to approve an additional fifteen horizontal wells, for a total of up to sixteen horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 20, Township 5 North, Range 61 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Docket No. 1312-AW-83, Wattenberg, Weld County

Applicant: Bill Barrett Corporation

Attorneys: Jillian Fulcher and Jack R. Luellen

Subject: Request for an order to approve an additional fifteen horizontal wells, for a total of up to sixteen horizontal wells, within an approximate 640-acre drilling and spacing unit established for Section 19, Township 5 North, Range 61 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Docket No. 1312-SP-1210, Wattenberg, Weld County

Applicant: Bill Barrett Corporation

Attorneys: Jillian Fulcher and Jack R. Luellen

Subject: Request for an order to: 1) establish an approximate 640-acre drilling and spacing unit for Section 16, Township 4 North, Range 62 West, 6th P.M., and approve up to sixteen horizontal wells within the unit for the Niobrara Formation; and 2) approve up to four horizontal wells within the unit for the Codell Formation, for the production of oil, gas, and associated hydrocarbons from the Codell and Niobrara Formations.

Docket No. 1312-SP-1211, Wattenberg, Weld County

Applicant: Bill Barrett Corporation

Attorneys: Jillian Fulcher and Jack R. Luellen

Subject: Request for an order to: 1) vacate an approximate 320-acre drilling and spacing unit established by Order No. 407-704 for the W½ of Section 1, Township 6 North, Range 62 West, 6th P.M.; 2) establish an approximate 1280-acre drilling and spacing unit for Section 1 and 2, Township 6 North Range 62 West, 6th P.M., and

RECORD OF PROCEEDINGS

approve up to sixteen horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation, and 3) approve up to four horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Codell Formation, for the production of oil, gas, and associated hydrocarbons from the Codell and Niobrara Formations..

Docket No. 1312-SP-1212, Wattenberg, Weld County

Applicant: Bill Barrett Corporation

Attorneys: Jillian Fulcher and Jack R. Luellen

Subject: Request for an order to 1) approve an additional seven horizontal wells, for up to eight horizontal wells, within an approximate 640-acre drilling and spacing unit established for Section 22, Township 6 North, Range 62 West, 6th P.M., for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation, and 2) establish an approximate 640-acre drilling and spacing unit for the above mentioned lands, and approve up to four horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Codell Formation.

Docket No. 1312-SP-1213, Wattenberg, Weld County

Applicant: Bill Barrett Corporation

Attorneys: Jillian Fulcher and Jack R. Luellen

Subject: Request for an order to: 1) vacate an approximate 640-acre drilling and spacing unit established by Order Nos. 407-779 and 535-4 for Section 1, Township 6 North, Range 62 West, 6th P.M.; and 2) establish an approximate 1078.30-acre drilling and spacing unit for certain lands in Sections 1 and 2, Township 4 North, Range 62 West, 6th P.M., and approve up to sixteen horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation.

The motion was seconded by Commissioner Alward and approved unanimously.

Group C

Acting Chairman Benton asked if any Commissioners had a conflict of interest or recusals with any of the items within Group C of the Consent Agenda. No conflicts were reported.

Commissioner Alward had a question regarding the 150 foot intrawell distance requested in Docket No. 1312-SP-1205. Commissioner Alward noted that testimony stated the geologic strata were naturally highly fractured and asked if there was any concern regarding the intrawell distance.

COGCC Engineering Manager Stuart Ellsworth stated the wells were located within a spaced area. Commissioner Benton noted the Commission had previously approved orders allowing a 150 foot intrawell distance in nearby units. Mr. Ellsworth also noted the geologic difference between the application lands and the Niobrara Formation in the Greater Wattenberg Area would allow for stacked horizontal wellbores.

RECORD OF PROCEEDINGS

Commissioner Alward moved for the approval of Group C, as recommended by Staff, as follows:

Docket No. 1312-AW-80, Ignacio-Blanco, La Plata County

Applicant: XTO Energy Inc.

Attorneys: Michael J. Wozniak & Elizabeth Gallaway

Subject: Request for an order to approve up to four wells within each of three approximate 320-acre drilling and spacing units established for certain lands in Sections 35 and 36, Township 33 North, Range 9 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Fruitland Coal Seam Formation.

Docket No. 1309-SP-1155, Unnamed, Jackson County

Applicant: EE3 LLC

Attorneys: Gregory J. Nibert Jr.

Subject: Request for an order to establish two approximate 640-acre drilling and spacing units and approve up to three horizontal wells within each unit consisting of Section 29 and 32, Township 7 North, Range 80 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Frontier Formation.

Docket No. 1312-SP-1205, Unnamed, Routt County

Applicant: Quicksilver Resources Inc.

Attorneys: David R. Little

Subject: Request for an order to establish an approximate 949-acre drilling and spacing unit for certain lands in Sections 25 and 26, Township 7 North, Range 87 West, 6th P.M., and approve up to four horizontal wells and up to four vertical or directional wells, for a total of eight within the unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Commissioner Craig seconded the motion and Group C was approved unanimously.

Group D

Acting Chairman Benton asked if any Commissioners had a conflict of interest or recusals with any of the items within Group D of the Consent Agenda. No disclosures were reported.

Commissioner Alward moved for the approval of Group D matters, as recommended by Staff, as follows:

Docket No. 1310-UP-234, Wattenberg, Weld County

Applicant: Kerr-McGee Oil & Gas Onshore LP

Attorneys: Elizabeth Y. Gallaway

Subject: Request for an order to vacate the pooled wellbore spacing unit established by Order No. 407-593 for the Camp 10N-30HZ Well, and to pool all interests in an approximate 480-acre modified designated wellbore spacing unit for certain lands

RECORD OF PROCEEDINGS

in Sections 30 and 31, Township 3 North, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1312-UP-238, Wattenberg, Weld County

Applicant: Kerr-McGee Oil & Gas Onshore LP
Attorneys: Michael J. Wozniak & Elizabeth Y. Gallaway

Subject: Request for an order to pool all interests in an approximate 720-acre designated wellbore spacing unit established for certain lands in Sections 15, 16, 21, 22, 27 and 28, Township 2 North, Range 667 West, 6th P.M., for the development and operation of the Codell Formation.

Docket No. 1312-UP-239, Wattenberg, Weld County

Applicant: Kerr-McGee Oil & Gas Onshore LP
Attorneys: Michael J. Wozniak & Elizabeth Y. Gallaway

Subject: Request for an order to pool all interests in an approximate 160-acre designated wellbore spacing unit established for certain lands in Section 36, Township 3 North, Range 67 West, 6th P.M., for the development and operation of the Codell Formation.

Docket No. 1312-UP-240, Wattenberg, Weld County

Applicant: Kerr-McGee Oil & Gas Onshore LP
Attorneys: Michael J. Wozniak & Elizabeth Y. Gallaway

Subject: Request for an order to pool all interests in an approximate 320-acre designated wellbore spacing unit established for the certain lands in Sections 35 and 36, Township 3 North, range 67 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1312-UP-241, Wattenberg, Weld County

Applicant: Kerr-McGee Oil & Gas Onshore LP
Attorneys: Michael J. Wozniak & Elizabeth Y. Gallaway

Subject: Request for an order to pool all interests in two approximate 320-acre designated wellbore spacing units established for Section 36, Township 3 North, Range 67 West, 6th P.M., for the development and operation of the Codell and Niobrara Formations.

Docket No. 1312-UP-243, Wattenberg, Weld County

Applicant: Kerr-McGee Oil & Gas Onshore LP
Attorneys: Michael J. Wozniak & Elizabeth Y. Gallaway

Subject: Request for an order to pool all interests in an approximate 400-acre designated wellbore spacing unit established for certain lands in Sections 7, 12, 13 and 18, Township 1 North, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

RECORD OF PROCEEDINGS

The motion was seconded by Commissioner Craig and approved unanimously.

Group E

Acting Chairman Benton asked if any Commissioners had a conflict of interest or recusals with any of the items within Group E. No disclosures were reported

Commissioner King moved for the approval of Group E matters, as recommended by Staff, as follows:

Docket No. 1310-UP-226, Wattenberg, Weld County

Applicant: Whiting Oil and Gas Corporation
Attorneys: Stephen J. Sullivan & Chelsey J. Russell

Subject: Request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 2, Township 9 North, Range 59 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1310-UP-228, Wattenberg, Weld County

Applicant: Whiting Oil and Gas Corporation
Attorneys: Stephen J. Sullivan & Chelsey J. Russell

Subject: Request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 5, Township 9 North, Range 59 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1310-UP-229, Wattenberg, Weld County

Applicant: Whiting Oil and Gas Corporation
Attorneys: Stephen J. Sullivan & Chelsey J. Russell

Subject: Request for an order to pool all interests in an approximate 960-acre drilling and spacing unit established for certain lands in Sections 26 and 35, Township 10 North, Range 59 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1312-UP-242, Wattenberg, Arapahoe County

Applicant: Whiting Oil and Gas Corporation
Attorneys: Stephen J. Sullivan & Chelsey J. Russell

Subject: Request for an order to approve the cost recovery provisions set forth in § 34-60-116(7), C.R.S. for Section 6, Township 9 North, Range 59 West, 6th P.M., previously pooled by Order No. 535-289, for the development and operation of the Niobrara Formation.

Docket No. 1312-UP-244, Wattenberg, Weld County

Applicant: Extraction Oil & Gas
Attorneys: Gretchen VanderWerf

RECORD OF PROCEEDINGS

Subject: Request for an order to pool all interests in an approximate 320-acre designated wellbore spacing unit established for certain lands in Section 13, Township 6 North, Range 67 West, 6th P.M., for the development and operation of the Codell Formation.

Docket No. 1312-UP-245, Wattenberg, Weld County

Applicant: Extraction Oil & Gas
Attorneys: Gretchen VanderWerf

Subject: Request for an order to pool all interests in an approximate 320-acre designated wellbore spacing unit established for certain lands in Section 13, Township 6 North, Range 67 West, 6th P.M., for the development and operation of the Codell Formation.

Docket No. 1312-UP-254, Unnamed, Weld County

Applicant: Extraction Oil & Gas
Attorneys: Gretchen VanderWerf

Subject: Request for an order to establish an approximate 320-acre drilling and spacing unit for certain lands in Section 13, Township 6 North, Range 67 West, 6th P.M., and approve up to six horizontal wells within the unit, for the production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations, and to pool all interests within the unit, for the development and operation of the Codell and Niobrara Formations.

The motion was seconded by Commissioner Wolk and approved unanimously.

Group F

Acting Chairman Benton asked if any Commissioners had a conflict of interest or recusals with any of the items within Group F. No disclosures were reported.

Commissioner Alward moved for the approval of remaining Group F matters, as recommended by Staff, as follows:

Docket No. 1312-UP-237, Unnamed, Jackson County

Applicant: EE3 LLC
Attorneys: Elizabeth Y. Gallaway & Gregory J. Nibert Jr.

Subject: Request for an order to pool all interests in an approximate 620-acre drilling and spacing unit established for Section 6, Township 6 North, Range 80 West, 6th P.M., for the development and operation of the Niobrara Formation.

Docket No. 1312-UP-251, Wattenberg, Weld County

Applicant: Noble Energy, LLC
Attorneys: Jamie L. Jost & James P. Parrot

RECORD OF PROCEEDINGS

Subject: Request for an order to pool all interests, including previously unnoticed interests, in an approximate 160-acre designated wellbore spacing unit established for certain lands in Section 3, Township 6 North, Range 65 West, 6th P.M., for the development and operation of the Codell-Niobrara Formation.

Docket No. 1312-UP-247, Wattenberg, Weld County

Applicant: PDC Energy, Inc.

Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to pool all interests in an approximate 160-acre designated wellbore spacing unit established for certain lands in Section 15, Township 7 North, Range 65 West, 6th P.M., for the development and operation of the Codell Formation.

Docket No. 1312-UP-252, Wattenberg, Weld County

Applicant: PDC Energy, Inc.

Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to affirm that all interests, including interests owned by previously unnoticed parties, were pooled, in an approximate 160-acre designated wellbore spacing unit established for certain lands in Section 10 & 11, Township 4 North, range 67 West, 6th P.M., pursuant to §34-60-116(6), C.R.S. by Order No. 407-818, for the development and operation of the Codell-Niobrara Formation.

Docket No. 1312-UP-253, Unnamed, Garfield County

Applicant: WPX Energy Rocky Corporation, LLC

Attorneys: Jillian Fulcher and Jack R. Luellen

Subject: Request for an order to pool all interests within an approximate 2499.80-acre drilling and spacing unit established for certain lands in Sections 5 and 6, Township 7 South, Range 95 West, 6th P.M. and Sections 31 and 32, Township 6, Range 95 West, 6th P.M., for the development and operation of the Mancos Group Formations.

The motion was seconded by Commissioner Wolk and approved unanimously.

Commissioner Pearce then reentered the room and assumed the Acting Chairmanship.

Group I - Enforcement

Acting Chairman Pearce asked if any Commissioners had a conflict of interest or recusals with any of the items within Group I of the Enforcement Agenda. No conflicts were reported.

Commissioner Benton moved for the approval of Group I matters, as recommended by Staff, as follows:

Docket No. 1309-OV-24, Sundance Energy Inc.

Staff: Peter Gowen, Enforcement Officer/ Matt Lepore, Director

RECORD OF PROCEEDINGS

Subject: Pursuant to Rule 522.c., the Colorado Oil and Gas Conservation Commission ("Commission") Staff will apply to the Commission for an Administrative Order by Consent ("AOC") with Sundance Energy Inc. (Operator No. 10340) for alleged violations of Rule 603.a(1) Statewide Location Requirements; Rule 206.a. (Reports); and § 34-60-121(1) C.R.S. Failure to Comply with Permit Condition.

Comment: This action is the result of a complaint by Mountain Property Improvement LLC/Jared Polis.

Docket No. 1310-OV-30, J-W Operating Company

Staff: Peter Gowen, Enforcement Officer

Subject: Pursuant to Rule 522.c., the Colorado Oil and Gas Conservation Commission ("Commission") Staff will apply to the Commission for an Order Finding Violation ("OFV") against J-W Operating Company (Operator No. 44350) for alleged violations resulting from a release of produced water and condensate from an improperly abandoned pipeline.

Docket No. 1310-OV-44, Saga Petroleum, L.L.C.

Staff: Peter Gowen, Enforcement Officer

Subject: Pursuant to Rule 522.c., the Colorado Oil and Gas Conservation Commission ("Commission") Staff will apply to the Commission for an Order Finding Violation ("OFV") against Saga Petroleum, L.L.C. (Operator No. 101101) for an alleged violation of Rule 317.d. (Casing Program to Protect Hydrocarbon Horizons and Groundwater) for failure to seek authorization before repairing an injection well casing.

The motion was seconded by Commissioner Alward and approved unanimously.

General Hearing Matters

The Commission then heard the following presentation:

COGCC Policy for Move-In, Rig-Up Notification

Staff: Thom Kerr, Deputy Director

Subject: The COGCC will be adopting a policy to provide Move-In, Rig-Up ("MIRU") notification to all building unit owners located within the Buffer Zone under certain criteria.

COGCC Permitting Manager, Jane Stanczyk and COGCC OGLA Manager, Greg Deranleau, briefed the Commission.

The Commission then deliberated the MIRU Policy. Commissioner Pearce suggested a "waiver to the policy" be added. There was no objection.

Commissioner Benton then made a Motion to Approve the MIRU Policy with the amendment to include a "waiver" provision to the policy and an effective date of February 1, 2014.

RECORD OF PROCEEDINGS

The Motion was seconded by Commissioner Alward and approved unanimously.

The Commission then considered Docket Nos. 1306-SP-97, 1309-AW-59, 1309-AW-60, 1312-AW-77, 1312-AW-78 and 1312-AW-79.

Acting Chairman Compton asked if any Commissioners had a conflict of interest or recusals with any of the items. No disclosures were reported.

Commissioner Craig moved for the approval of the six matters, as recommended by Staff, as follows:

Docket No. 1306-SP-97 Unnamed Field, Weld County

Staff: Roger Allbrandt, Hearing Officer

Applicant: Noble Energy, LLC

Attorneys: Elizabeth Gallaway

Subject: Request for an order to establish an approximate 640-acre drilling and spacing unit consisting of Section 4, Township 8 North, Range 59 West, 6th P.M., and approve one horizontal well within the unit, for the production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formation.

Protested by: Bureau of Land Management - Withdrawn

Representative: Lonny R. Bagley, Deputy State Director Energy, Lands, and Minerals

Comment: BLM Protest withdrawn after Noble agreed to transfer the existing McClellan PC LG04-15 Well into the proposed 640-acre drilling and spacing unit. COGCC Staff requested Noble provide additional information on future development within the unit.

The protest was withdrawn after the Consent Agenda deadline; therefore this matter will remain as an uncontested Hearing Matter. COGCC staff recommend approval of the application.

Docket No. 1309-AW-59, Unnamed, Weld County

Staff: Jill Dorancy, Hearing Officer

Applicant: Carrizo Oil and Gas, Inc.

Attorneys: Elizabeth Y. Gallaway

Subject: Request for an order to approve an additional 8 horizontal wells, for a total of up to 14 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 25, Township 9 North, Range 60 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Protested by: Bureau of Land Management - Withdrawn

Representative: Lonny R. Bagley, Deputy State Director Energy, Lands, and Minerals

RECORD OF PROCEEDINGS

Comment: BLM is an adjacent mineral interest owner. The BLM protest was withdrawn after the request for reduced setbacks with withdrawn. The protest was withdrawn after the Consent Agenda deadline; therefore this matter will remain as an uncontested Hearing Matter.

Docket No. 1309-AW-60, Unnamed, Weld County

Staff: Jill Dorancy, Hearing Officer

Applicant: Carrizo Oil and Gas, Inc.

Attorneys: Elizabeth Y. Gallaway

Subject: Request for an order to approve an additional 9 horizontal wells, for a total of up to 15 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 26, Township 8 North, Range 60 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Protested by: Bureau of Land Management - Withdrawn

Representative: Lonny R. Bagley, Deputy State Director Energy, Lands, and Minerals

Comment: BLM is an adjacent mineral interest owner. The BLM protest was withdrawn after Applicant withdrew the request for the 300 foot setbacks on the north, west and south section lines which are adjacent to a section containing federal minerals. The protest was withdrawn after the Consent Agenda deadline; therefore this matter will remain as an uncontested Hearing Matter.

Docket No. 1312-AW-77, Unnamed, Weld County

Staff: Jill Dorancy, Hearing Officer

Applicant: Carrizo Oil and Gas, Inc.

Attorneys: Elizabeth Y. Gallaway

Subject: Request for an order to approve an additional 9 horizontal wells, for a total of up to 15 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 34, Township 9 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Protested by: Bureau of Land Management - Withdrawn

Representative: Lonny R. Bagley, Deputy State Director Energy, Lands, and Minerals

Comment: BLM is an adjacent mineral interest owner. The BLM protest was withdrawn after Applicant withdrew the request for the 300 foot setbacks on the north, east and south section lines which are adjacent to a section containing federal minerals. The protest was withdrawn after the Consent Agenda deadline; therefore this matter will remain as an uncontested Hearing Matter.

RECORD OF PROCEEDINGS

Docket No. 1312-AW-78, Unnamed, Weld County

Staff: Jill Dorancy, Hearing Officer

Applicant: Carrizo Oil and Gas, Inc.

Attorneys: Elizabeth Y. Gallaway

Subject: Request for an order to approve an additional 10 horizontal wells, for a total of up to 16 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 33, Township 9 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Protested by: Bureau of Land Management - Withdrawn

Representative: Lonny R. Bagley, Deputy State Director Energy, Lands, and Minerals

Comment: BLM is an adjacent mineral interest owner. The BLM protest was withdrawn after Applicant withdrew the request for the 300 foot setbacks on the north and south section lines which are adjacent to a section containing federal minerals. The protest was withdrawn after the Consent Agenda deadline; therefore this matter will remain as an uncontested Hearing Matter.

Docket No. 1312-AW-79, Unnamed, Weld County

Staff: Jill Dorancy, Hearing Officer

Applicant: Carrizo Oil and Gas, Inc.

Attorneys: Elizabeth Y. Gallaway

Subject: Request for an order to approve an additional 9 horizontal wells, for a total of up to 15 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 32, Township 9 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Protested by: Bureau of Land Management - Withdrawn

Representative: Lonny R. Bagley, Deputy State Director Energy, Lands, and Minerals

Comment: BLM is an adjacent mineral interest owner. The BLM protest was withdrawn after Applicant withdrew the request for the 300 foot setbacks on the north, west and south section lines which are adjacent to a section containing federal minerals. The protest was withdrawn after the Consent Agenda deadline; therefore this matter will remain as an uncontested Hearing Matter.

The Motion was seconded by Commissioner Benton and approved unanimously.

The Commission then considered Docket No. 1312-SP-1209.

Docket No. 1312-SP-1209, Unnamed, Arapahoe County

Staff: Roger Allbrandt, Hearing Officer

RECORD OF PROCEEDINGS

Applicant: Noble Energy, LLC
Attorneys: Jamie L. Jost & James P. Parrot

Subject: Request for an order to: 1) vacate three approximate 640-acre drilling and spacing units established by Order No. 535-3 for Sections 2, 11 and 12, Township 9 North, Range 58 West, 6th P.M.; 2) vacate an approximate 640-acre drilling and spacing unit established by Order No. 535-69 for Section 1, Township 9 North, Range 58 West, 6th P.M.; 3) vacate Order No. 535-126; and 4) establish an approximate 3,200-acre unconventional resource unit (URU) consisting of Sections 1, 2, 11, 12 and 36, Townships 9 and 10 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formation.

Protested by: Bureau of Land Management - Withdrawn
Representative: Lonny R. Bagley, Deputy State Director Energy, Lands, and Minerals

Comment: The BLM protest was withdrawn after changes in the application were made. BLM is an adjacent mineral interest owner.

Noble will provide a presentation to the Commission regarding its request for an URU.

Hearing Officer Roger Allbrandt noted that COGCC Staff had no recommendation regarding Docket No. 1312-SP-1209.

Jamie Jost, Attorney for Noble, then gave a presentation to the Commission.

Following the presentation, Commissioner Benton made a Motion to Approve Docket No. 1312-SP-1209.

The Motion was seconded by Commissioner Alward and approved unanimously.

Commissioner Benton asked Applicants to include further descriptions on surface use for future matters.

The Commission then considered Docket No. 1310-OV-26.

Docket No. 1310-OV-26, Petrohunter Operating Company
Staff: Mari Deminski, Asst. Attorney General

Subject: Pursuant to Rule 522.c., the Colorado Oil and Gas Conservation Commission Staff will apply to the Commission for an Order Finding Violation ("OFV") against Petrohunter Operating Company (Operator No. 10200) for alleged violations of Rule 309 (Production Reporting); Rule 319.b. (Temporary Abandonment); and Rule 326.b. (Mechanical Integrity Testing) at four well sites in response to four NOAV's.

Following presentation by Thomas Kimmell, Attorney for Petrohunter, and COGCC Enforcement Staff and Assistant Attorney General Mari Deminski and COGCC Enforcement

RECORD OF PROCEEDINGS

Officer Peter Gowen, Commissioner King made a Motion to Approve the OFV against Petrohunter.

The Motion was seconded by Commissioner Wolk and approved unanimously.

Prior to Entering Executive Session, Assistant Attorney General Jake Matter, read the litany pursuant to §24-6-402(3)(a)(2), C.R.S. and Executive Session Agenda. Casey Sphall, Deputy Attorney General for Natural Resources was present for the Executive Session.

Commisisoner Wolk then made a Motion to Enter Executive Session. The Motion was seconded by Commissioner Alward and approved unanimously. The Commission then entered Executive Session.

Following the executive session, the Commission Adjourned at approximately 1:00 p.m.

RECORD OF PROCEEDINGS

The Commission then reconvened at 9:00 a.m. on December 17, 2013.

Tuesday, December 17, 2013 - Roll Call of Commissioners:

Present:

Perry Pearce	Vice-Chairman
Deann Craig	Commissioner
John Benton	Commissioner
Richard D. Alward	Commissioner
Mike King	Commissioner
Larry Wolk	Commissioner
Matt Lepore	Director
Jake Matter	Assistant Attorney General
Robert J. Frick	Hearings Manager

Absent:

Tom Compton	Chairman
Tommy Holton	Commissioner
Andrew Spielman	Commissioner

Assistant Attorney General Jake Matter noted the Commission discussed the City of Longmont litigation, "Longmont 1" and "Longmont 2". No deliberation or decisions were made.

Commissioner Wolk then made a Motion to Exit Executive Session. The Motion was seconded by Commissioner Alward and approved unanimously. The Commission then exited executive session.

Acting Chairman Pearce then called Docket No. 1312-RM-01.

Docket 1312-RM-02 Reporting of Spills and Releases

Staff- Robert J. Frick, Hearings Manager

The Oil and Gas Conservation Commission of the State of Colorado ("Commission"), on its own motion, will consider additions and amendments to the Rule 300 Series (Drilling, Development, Production and Abandonment) and the Rule 900 Series (E&P Waste Management) of the Commission's Rules of Practice and Procedure 2 C.C.R. 404-1 ("Rules"), to establish new and amended rules for the reporting of spills.

Order of Presentations

A.	Commission Staff Presentation	30 minutes
B.	Public Comment	30 minutes
C.	Elected Officials	15 minutes
D.	Environmental Groups	45 minutes
E.	Local Governments	30 minutes
F.	Regulated Community	60 minutes

RECORD OF PROCEEDINGS

COGCC Director Matt Lepore and COGCC Environmental Manager Jim Milne then led the Commission Rulemaking Agenda.

Following presentations by all stakeholders, the Commission entered deliberations.

Commissioner Benton offered an amendment and Motion to NOT include spills of pre-injection liquids to the definition of "E & P Waste", consistent with EPA guidelines.

The Motion was seconded by Commissioner (Inaudible) and approved unanimously.

Commissioner Alward offered an amendment and Motion to move the third to last sentence referencing "secondary containment" in Rule 906(d)(1) to be moved to the beginning of the paragraph.

The Motion was seconded by Commissioner Benton and approved unanimously.

Commissioner Benton offered an amendment and Motion to revise Form 19, requiring reporting as soon as practicable, but in no event greater than 72-hours, previously 48-hours, without exception being granted by the Commission, including the Director of the Commission.

The Motion was seconded by Commissioner Wolk and approved unanimously.

Commissioner King made a Motion to Approve the revised Rule with seven amendments to become effective on February 1, 2014 and directed staff to evaluate and revise Form 19 for presentation to the Commission.

The Motion was seconded by Commissioner Benton and approved unanimously.

Commissioner Craig then made a Motion to Adjourn.

The Motion was seconded by Commissioner Wolk and approved unanimously.

Thereafter, the Commission adjourned at approximately 4:21 p.m.

=====

The Secretary was therefore authorized to issue the following orders:

Order No. 535-436, Docket No. 1306-SP-97 Unnamed Field, Weld County, Noble Energy, LLC.
Approves the request for an order to establish an approximate 640-acre drilling and spacing unit consisting of Section 4, Township 8 North, Range 59 West, 6th P.M., and approve one horizontal well within the unit, for the production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formation.

Order No. 535-437, Docket No. 1309-AW-59, Unnamed, Weld County, Carrizo Oil and Gas, Inc.
Approves the request for an order to approve an additional 8 horizontal wells, for a total of up to 14 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 25, Township 9 North, Range 60 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

RECORD OF PROCEEDINGS

Order No. 535-438, Docket No. 1309-AW-60, Unnamed, Weld County, Carrizo Oil and Gas, Inc. Approves the request for an order to approve an additional 9 horizontal wells, for a total of up to 15 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 26, Township 8 North, Range 60 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 531-9, Docket No. 1309-SP-1155, Unnamed, Jackson County, EE3 LLC. Approves the request for an order to establish two approximate 640-acre drilling and spacing units and approve up to three horizontal wells within each unit consisting of Section 29 and 32, Township 7 North, Range 80 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Frontier Formation.

Order No. 407-893, Docket No. 1309-UP-177, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 8, Township 6 North, Range 61 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 407-894, Docket No. 1309-UP-205, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 30, Township 6 North, Range 61 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 407-895, Docket No. 1309-UP-208, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 17, Township 6 North, Range 61 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 535-440, Docket No. 1310-UP-226, Wattenberg, Weld County, Whiting Oil and Gas Corporation. Approves the request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 2, Township 9 North, Range 59 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 535-441, Docket No. 1310-UP-227, Unnamed, Adams County, ConocoPhillips Company. Approves the request for an order to pool all interests in an approximate 1280-acre exploratory drilling and spacing unit established for Section 34 and 35, Township 3 South, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 535-442, Docket No. 1310-UP-228, Wattenberg, Weld County, Whiting Oil and Gas Corporation. Approves the request for an order to pool all interests in an approximate 640-acre drilling and spacing unit established for Section 5, Township 9 North, Range 59 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 535-443, Docket No. 1310-UP-229, Wattenberg, Weld County, Whiting Oil and Gas Corporation. Approves the request for an order to pool all interests in an approximate 960-acre drilling and spacing unit established for certain lands in Sections 26 and 35, Township 10 North, Range 59 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 407-896, Docket No. 1310-UP-234, Wattenberg, Weld County, Kerr-McGee Oil & Gas Onshore LP. Approves the request for an order to vacate the pooled wellbore spacing unit

RECORD OF PROCEEDINGS

established by Order No. 407-593 for the Camp 10N-30HZ Well, and to pool all interests in an approximate 480-acre modified designated wellbore spacing unit for certain lands in Sections 30 and 31, Township 3 North, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 535-444, Docket No. 1312-AW-77, Unnamed, Weld County, Carrizo Oil and Gas, Inc. Approves the request for an order to approve an additional 9 horizontal wells, for a total of up to 15 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 34, Township 9 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 535-445, Docket No. 1312-AW-78, Unnamed, Weld County, Carrizo Oil and Gas, Inc. Approves the request for an order to approve an additional 10 horizontal wells, for a total of up to 16 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 33, Township 9 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 535-446, Docket No. 1312-AW-79, Unnamed, Weld County, Carrizo Oil and Gas, Inc. Approves the request for an order to approve an additional 9 horizontal wells, for a total of up to 15 horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 32, Township 9 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 112-238, Docket No. 1312-AW-80, Ignacio-Blanco, La Plata County, XTO Energy Inc. Approves the request for an order to approve up to four wells within each of three approximate 320-acre drilling and spacing units established for certain lands in Sections 35 and 36, Township 33 North, Range 9 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Fruitland Coal Seam Formation.

Order No. 407-897, Docket No. 1312-AW-82, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to approve an additional fifteen horizontal wells, for a total of up to sixteen horizontal wells within an approximate 640-acre drilling and spacing unit established for Section 20, Township 5 North, Range 61 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 407-898, Docket No. 1312-AW-83, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to approve an additional fifteen horizontal wells, for a total of up to sixteen horizontal wells, within an approximate 640-acre drilling and spacing unit established for Section 19, Township 5 North, Range 61 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 535-447, Docket No. 1312-AW-84, Unnamed, Arapahoe County, ConocoPhillips Company. Approves the request for an order to approve up to four horizontal wells within an approximate 640-acre drilling and spacing unit established by Order No. 535-97 for Section 30, Township 4 South, Range 64 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 540-48, Docket No. 1312-SP-1205, Unnamed, Routt County, Quicksilver Resources Inc. Approves the request for an order to establish an approximate 949-acre drilling and

RECORD OF PROCEEDINGS

spacing unit for certain lands in Sections 25 and 26, Township 7 North, Range 87 West, 6th P.M., and approve up to four horizontal wells and up to four vertical or directional wells, for a total of eight within the unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 535-448, Docket No. 1312-SP-1206, Unnamed, Arapahoe County, ConocoPhillips Company. Approves the request for an order to vacate two approximate 640-acre drilling and spacing units established by Order No. 535-97 for Sections 9 and 10, Township 4 South, Range 65 West, 6th P.M.; and establish an approximate 1280-acre exploratory drilling and spacing unit for Sections 9 and 10, Township 4 South, Range 65 West, 6th P.M. and approve up to two horizontal wells within the unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation

Order No. 535-449, Docket No. 1312-SP-1207, Unnamed, Arapahoe County, ConocoPhillips Company. Approves the request for an order to 1) vacate an approximate 640-acre drilling and spacing unit established by Order No. 535-97 for Section 14, Township 4 South, Range 65 West, 6th P.M.; 2) vacate the well exception location established by Order No. 535-100 for Section 13, Township 4 South, Range 65 West, 6th P.M.; and 3) establish an approximate 960-acre exploratory drilling and spacing unit and approve one horizontal well within the unit for certain lands in Sections 13 and 14, Township 4 South, Range 65 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 535-450, Docket No. 1312-SP-1208, Unnamed, Arapahoe County, ConocoPhillips Company. Approves the request for an order to: 1) vacate an approximate 640-acre drilling and spacing unit established by Order No. 535-97 for Section 18, Township 4 South, Range 64 West, 6th P.M.; 2) vacate the well exception location established by Order No. 535-100 for Section 13, Township 4 South, Range 65 West, 6th P.M.; and 3) establish an approximate 960-acre exploratory drilling and spacing unit and approve one horizontal well within the unit for certain lands in Section 13, Township 4 South, Range 64 West, 6th P.M. and Section 18, Township 4 South, Range 65 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Order No. 535-451, Docket No. 1312-SP-1209, Unnamed, Arapahoe County, Noble Energy, LLC. Approves the request for an order to: 1) vacate three approximate 640-acre drilling and spacing units established by Order No. 535-3 for Sections 2, 11 and 12, Township 9 North, Range 58 West, 6th P.M.; 2) vacate an approximate 640-acre drilling and spacing unit established by Order No. 535-69 for Section 1, Township 9 North, Range 58 West, 6th P.M.; 3) vacate Order No. 535-126; and 4) establish an approximate 3,200-acre unconventional resource unit (URU) consisting of Sections 1, 2, 11, 12 and 36, Townships 9 and 10 North, Range 58 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formation.

Order No. 407-899, Docket No. 1312-SP-1210, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to: 1) establish an approximate 640-acre drilling and spacing unit for Section 16, Township 4 North, Range 62 West, 6th P.M., and approve up to sixteen horizontal wells within the unit for the Niobrara Formation; and 2) approve up to four horizontal wells within the unit for the Codell Formation, for the production of oil, gas, and associated hydrocarbons from the Codell and Niobrara Formations.

RECORD OF PROCEEDINGS

Order No. 407-900, Docket No. 1312-SP-1211, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to: 1) vacate an approximate 320-acre drilling and spacing unit established by Order No. 407-704 for the W½ of Section 1, Township 6 North, Range 62 West, 6th P.M.; 2) establish an approximate 1280-acre drilling and spacing unit for Section 1 and 2, Township 6 North Range 62 West, 6th P.M., and approve up to sixteen horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation, and 3) approve up to four horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Codell Formation, for the production of oil, gas, and associated hydrocarbons from the Codell and Niobrara Formations..

Order No. 407-901, Docket No. 1312-SP-1212, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to 1) approve an additional seven horizontal wells, for up to eight horizontal wells, within an approximate 640-acre drilling and spacing unit established for Section 22, Township 6 North, Range 62 West, 6th P.M., for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation, and 2) establish an approximate 640-acre drilling and spacing unit for the above mentioned lands, and approve up to four horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Codell Formation.

Order No. 407-902, Docket No. 1312-SP-1213, Wattenberg, Weld County, Bill Barrett Corporation. Approves the request for an order to: 1) vacate an approximate 640-acre drilling and spacing unit established by Order Nos. 407-779 and 535-4 for Section 1, Township 6 North, Range 62 West, 6th P.M.; and 2) establish an approximate 1078.30-acre drilling and spacing unit for certain lands in Sections 1 and 2, Township 4 North, Range 62 West, 6th P.M., and approve up to sixteen horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation.

Order No. 531-10, Docket No. 1312-UP-237, Unnamed, Jackson County, EE3 LLC. Approves the request for an order to pool all interests in an approximate 620-acre drilling and spacing unit established for Section 6, Township 6 North, Range 80 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 407-903, Docket No. 1312-UP-238, Wattenberg, Weld County, Kerr-McGee Oil & Gas Onshore LP. Approves the request for an order to pool all interests in an approximate 720-acre designated wellbore spacing unit established for certain lands in Sections 15, 16, 21, 22, 27 and 28, Township 2 North, Range 667 West, 6th P.M., for the development and operation of the Codell Formation.

Order No. 407-904, Docket No. 1312-UP-239, Wattenberg, Weld County, Kerr-McGee Oil & Gas Onshore LP. Approves the request for an order to pool all interests in an approximate 160-acre designated wellbore spacing unit established for certain lands in Section 36, Township 3 North, Range 67 West, 6th P.M., for the development and operation of the Codell Formation.

Order No. 407-905, Docket No. 1312-UP-240, Wattenberg, Weld County, Kerr-McGee Oil & Gas Onshore LP. Approves the request for an order to pool all interests in an approximate 320-acre designated wellbore spacing unit established for the certain lands in Sections 35 and 36, Township 3 North, range 67 West, 6th P.M., for the development and operation of the Niobrara Formation.

RECORD OF PROCEEDINGS

Order No. 407-906, Docket No. 1312-UP-241, Wattenberg, Weld County, Kerr-McGee Oil & Gas Onshore LP. Approves the request for an order to pool all interests in two approximate 320-acre designated wellbore spacing units established for Section 36, Township 3 North, Range 67 West, 6th P.M., for the development and operation of the Codell and Niobrara Formations.

Order No. 535-452, Docket No. 1312-UP-242, Wattenberg, Arapahoe County, Whiting Oil and Gas Corporation. Approves the request for an order to approve the cost recovery provisions set forth in § 34-60-116(7), C.R.S. for Section 6, Township 9 North, Range 59 West, 6th P.M., previously pooled by Order No. 535-289, for the development and operation of the Niobrara Formation.

Order No. 407-907, Docket No. 1312-UP-243, Wattenberg, Weld County, Kerr-McGee Oil & Gas Onshore LP. Approves the request for an order to pool all interests in an approximate 400-acre designated wellbore spacing unit established for certain lands in Sections 7, 12, 13 and 18, Township 1 North, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 407-908, Docket No. 1312-UP-244, Wattenberg, Weld County, Extraction Oil & Gas. Approves the request for an order to pool all interests in an approximate 320-acre designated wellbore spacing unit established for certain lands in Section 13, Township 6 North, Range 67 West, 6th P.M., for the development and operation of the Codell Formation.

Order No. 407-909, Docket No. 1312-UP-245, Wattenberg, Weld County, Extraction Oil & Gas. Approves the request for an order to pool all interests in an approximate 320-acre designated wellbore spacing unit established for certain lands in Section 13, Township 6 North, Range 67 West, 6th P.M., for the development and operation of the Codell Formation.

Order No. 407-910, Docket No. 1312-UP-247, Wattenberg, Weld County, PDC Energy, Inc. Approves the request for an order to pool all interests in an approximate 160-acre designated wellbore spacing unit established for certain lands in Section 15, Township 7 North, Range 65 West, 6th P.M., for the development and operation of the Codell Formation.

Order No. 535-453, Docket No. 1312-UP-249, Unnamed, Arapahoe County, ConocoPhillips Company. Approves the request for an order to pool all interests in an approximate 960-acre exploratory drilling and spacing unit established for certain lands in Section 13 and 14, Township 4 South, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 535-454, Docket No. 1312-UP-250, Unnamed, Arapahoe County, ConocoPhillips Company. Approves the request for an order to pool all interests, including previously unnoticed interests, in an approximate 1280-acre exploratory drilling and spacing unit established for Sections 23 and 24, Township 4 South, Range 65 West, 6th P.M., for the development and operation of the Niobrara Formation.

Order No. 407-911, Docket No. 1312-UP-251, Wattenberg, Weld County, Noble Energy, LLC. Approves the request for an order to pool all interests, including previously unnoticed interests, in an approximate 160-acre designated wellbore spacing unit established for certain lands in

RECORD OF PROCEEDINGS

Section 3, Township 6 North, Range 65 West, 6th P.M., for the development and operation of the Codell-Niobrara Formation.

Order No. 407-912, Docket No. 1312-UP-252, Wattenberg, Weld County, PDC Energy, Inc. Approves the request for an order to affirm that all interests, including interests owned by previously unnoticed parties, were pooled, in an approximate 160-acre designated wellbore spacing unit established for certain lands in Section 10 & 11, Township 4 North, range 67 West, 6th P.M., pursuant to §34-60-116(6), C.R.S. by Order No. 407-818, for the development and operation of the Codell-Niobrara Formation.

Order No. 547-6, Docket No. 1312-UP-253, Unnamed, Garfield County, WPX Energy Rocky Corporation, LLC. Approves the request for an order to pool all interests within an approximate 2499.80-acre drilling and spacing unit established for certain lands in Sections 5 and 6, Township 7 South, Range 95 West, 6th P.M. and Sections 31 and 32, Township 6, Range 95 West, 6th P.M., for the development and operation of the Mancos Group Formations.

Order No. 407-913, Docket No. 1312-UP-254, Unnamed, Weld County, Extraction Oil & Gas. Approves the request for an order to establish an approximate 320-acre drilling and spacing unit for certain lands in Section 13, Township 6 North, Range 67 West, 6th P.M., and approve up to six horizontal wells within the unit, for the production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations, and to pool all interests within the unit, for the development and operation of the Codell and Niobrara Formations.

Order No. 1V-440, Docket No. 1309-OV-24, Sundance Energy Inc. Approves the request for an Administrative Order by Consent ("AOC") with Sundance Energy Inc. (Operator No. 10340) for alleged violations of Rule 603.a(1) Statewide Location Requirements; Rule 206.a. (Reports); and § 34-60-121(1) C.R.S. Failure to Comply with Permit Condition.

Order No. 1V-443, Docket No. 1310-OV-26, Petrohunter Operating Company. Approves the request for an Order Finding Violation ("OFV") against Petrohunter Operating Company (Operator No. 10200) for alleged violations of Rule 309 (Production Reporting); Rule 319.b. (Temporary Abandonment); and Rule 326.b. (Mechanical Integrity Testing) at four well sites in response to four NOAV's.

Order No. 1V-433, Docket No. 1310-OV-30, J-W Operating Company. Approves the request for an Order Finding Violation ("OFV") against J-W Operating Company (Operator No. 44350) for alleged violations resulting from a release of produced water and condensate from an improperly abandoned pipeline.

Order No. 1V-442, Docket No. 1310-OV-44, Saga Petroleum, L.L.C. Approves the request for an Order Finding Violation ("OFV") against Saga Petroleum, L.L.C. (Operator No. 101101) for an alleged violation of Rule 317.d. (Casing Program to Protect Hydrocarbon Horizons and Groundwater) for failure to seek authorization before repairing an injection well casing.

Order No. 1R-119, Docket No. 1312-RM-02, Reporting of Spills and Releases. Approves additions and amendments to the Rule 300 Series (Drilling, Development, Production and Abandonment) and the Rule 900 Series (E&P Waste Management) of the Commission's Rules of Practice and Procedure 2 C.C.R. 404-1 ("Rules"), to establish new and amended rules for the reporting of spills.

RECORD OF PROCEEDINGS

-END-

FOR THE COLORADO OIL AND GAS
CONSERVATION COMMISSION



Robert J. Frick, Secretary

Approved:



Tom Compton, Chairman