

BEFORE THE OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

IN THE MATTER OF ALLEGED VIOLATIONS OF THE)	CAUSE NO. 1V
RULES AND REGULATIONS OF THE COLORADO)	
OIL AND GAS CONSERVATION COMMISSION BY)	DOCKET NO. 150500164
PETRO MEX RESOURCES, GARFIELD AND MESA)	TYPE: ENFORCEMENT
COUNTIES, COLORADO)	

NOTICE AND APPLICATION FOR HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Pursuant to Rule 522.e.(2), the Colorado Oil and Gas Conservation Commission ("Commission" or "COGCC") Staff will apply to the Commission at its May 18-19, 2015 hearing for an Order Finding Violation ("OFV") against Petro Mex Resources ("Petro Mex") (Operator No. 10059). This Notice and Application is being served to adjudicate the allegations made in the below-described Notice of Alleged Violation ("NOAV"), the allegations of which are incorporated herein.

Petro Mex is an operator in Colorado and therefore must file a Form 8, Oil and Gas Conservation Levy, and pay the levy to the Commission. Petro Mex has failed to do this since 2007. On September 23, 2014, COGCC Staff issued NOAV No. 400691473 to Petro Mex for a violation of Rule 310 (COGCC Form 8, Oil and Gas Conservation Levy) of the COGCC Rules of Practice and Procedure, 2 CCR 404-1 ("Rule" or "Rules").

In May 2014, mail was returned from Petro Mex's address registered with the Commission and the operator did not file a corrected Form with the Commission upon Staff's request. On June 17, 2014, COGCC Staff issued NOAV No. 400628002 for a violation of Rule 302 (COGCC Form 1, Registration for Oil and Gas Operations)

Petro Mex is also the operator of the following Wells in Garfield and Mesa Counties.

<u>Well Name</u>	<u>API No.</u>	<u>NOAV No.</u>	<u>NOAV Date</u>	<u>Rule Violations</u>
Federal 6-9-8-101	05-045-13342	200411773	9/10/2014	210, 308, 603.f., 605.a.
Federal 1-15-8-101	05-077-08830	200411870	9/12/2014	308, 319.b.(1), 326.b.(1)
Ismerelda-Federal 1-2-8-101	05-045-13327	200410334	9/10/2014	308A & 308B, 326.b.(1)

On September 10, 2014, COGCC Staff issued NOAV No. 200411773 to Petro Mex for violations at the Federal 6-9-8-101 Well of the following Rules:

- a. Rule 210 (Signs and Markers);
- b. Rule 308 (COGCC Form 5/5A);
- c. Rule 603.f. Equipment, weeds, and trash); and

d. Rule 605.a. (Berms).

On September 10, 2014, COGCC Staff issued NOAV No. 200410334 to Petro Mex for violations at the Ismerelda 1-2-8-101 Well of the following Rules:

- a. Rule 308 (COGCC Form 5/5A); and
- b. Rule 326.b.(1) (Mechanical Integrity Tests, Shut-in Wells).

On September 12, 2014, COGCC Staff issued NOAV No. 200411870 to Petro Mex for violations at the Federal 1-15-8-101 Well of the following Rules:

- a. Rule 308A & 308B (COGCC Form 5/5A);
- b. Rule 319.b.(1) (Temporary Abandonment); and
- c. Rule 326.b.(1) (Mechanical Integrity Test).

COGCC Staff requests that Petro Mex be found in violation of rules cited above and assessed a penalty pursuant to Rule 523.

NOTICE IS HEREBY GIVEN, pursuant to: 1) the general jurisdiction granted to the Oil and Gas Conservation Commission of the State of Colorado (Commission) under § 34-60-105 C.R.S.; 2) specific powers granted pursuant to § 34-60-106 C.R.S.; 3) the Colorado Administrative Procedures Act at § 24-4-105 C.R.S.; and 4) the Commission's Series 500 Rules at 2CCR 404-1, that the Commission has scheduled the above-entitled matter for hearing on:

Date: Monday, May 18, 2015
Tuesday, May 19, 2015

Time: 9:00 a.m.

Place: Aims Community College, Fort Lupton Campus
Community Room in the Platte Building, Room PL111 & PL113
260 College Avenue
Fort Lupton, CO 80621

In accordance with the Americans with Disabilities Act, if any party requires special accommodations as a result of a disability for this hearing, please contact Margaret Humecki at (303) 894-2100 ext. 5139, prior to the hearing and arrangements will be made.

Pursuant to said hearing in the above-entitled matter at the time and place aforesaid, or at any adjourned meeting, the Commission will enter such orders as it deems appropriate to protect the health, safety and welfare of the public and to prevent the waste of oil and gas, either or both, in the operations of said field, and to carry out the purposes of the statute.

In accordance with Rule 509., any interested party desiring to protest the granting of the application or to intervene on the application should file with the Commission a written protest or intervention no later than May 4, 2015, briefly stating the basis of the protest or intervention. One electronic, one original and two copies shall be filed with the Commission. Anyone who files a protest or intervention must be able to participate in a prehearing conference during the

week of May 4, 2015. Pursuant to Rule 503.g., if a party who has received notice under Rule 503.b. wishes to receive further pleadings in the above-referenced matter, that party must file a protest or intervention in accordance with these rules.

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By


Jill Dorancy, Acting Secretary

Dated: March 10, 2015

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