

FORM
2A

Rev
04/01

State of Colorado
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80205 Phone: (303) 894-2100 Fax: (303) 894-2109



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Document Number:
400121170

Oil and Gas Location Assessment

New Location Amend Existing Location Location#: _____

Submit original plus one copy. This form is to be submitted to the COGCC prior to any ground disturbance activity associated with oil and gas development operations. This Assessment may be approved as a stand alone application or submitted as an informational report accompanying an Application for Permit-To-Drill, Form 2. Approval of this Assessment will allow for the construction of the below specified location; however, it does not supersede any land use rules applied by the local land use authority. This form may serve as notice to land owners and other interested parties, please see the COGCC web site at <http://colorado.gov/cogcc/> for all accompanying information pertinent to this Oil and Gas Location Assessment.

Location ID:
421340
Expiration Date:
01/27/2014

This location assessment is included as part of a permit application.

1. CONSULTATION

- This location is included in a Comprehensive Drilling Plan. CDP # _____
- This location is in a sensitive wildlife habitat area.
- This location is in a wildlife restricted surface occupancy area.
- This location includes a Rule 306.d.(1)A.ii. variance request.

2. Operator

Operator Number: 66571
 Name: OXY USA WTP LP
 Address: P O BOX 27757
 City: HOUSTON State: TX Zip: 77227

3. Contact Information

Name: Joan Proulx
 Phone: (970) 263.3641
 Fax: (970) 263.3694
 email: joan_proulx@oxy.com

4. Location Identification:

Name: Cascade Creek Number: 697-05C
 County: GARFIELD
 QuarterQuarter: LOT 14 Section: 5 Township: 6S Range: 97W Meridian: 6 Ground Elevation: 8426
 Define a single point as a location reference for the facility location. This point should be used as the point of measurement in the drawings to be submitted with this application. When the location is to be used as a well site then the point shall be a well location.
 Footage at surface: 2989 feet FNL, from North or South section line, and 2296 feet FEL, from East or West section line.
 Latitude: 39.554580 Longitude: -108.242310 PDOP Reading: 2.1 Date of Measurement: 12/16/2010
 Instrument Operator's Name: R. Seal

5. Facilities (Indicate the number of each type of oil and gas facility planned on location):

Special Purpose Pits: <input type="text"/>	Drilling Pits: <input type="text" value="1"/>	Wells: <input type="text" value="22"/>	Production Pits: <input type="text"/>	Dehydrator Units: <input type="text"/>
Condensate Tanks: <input type="text" value="1"/>	Water Tanks: <input type="text" value="3"/>	Separators: <input type="text" value="5"/>	Electric Motors: <input type="text" value="1"/>	Multi-Well Pits: <input type="text"/>
Gas or Diesel Motors: <input type="text" value="1"/>	Cavity Pumps: <input type="text"/>	LACT Unit: <input type="text"/>	Pump Jacks: <input type="text"/>	Pigging Station: <input type="text" value="1"/>
Electric Generators: <input type="text" value="1"/>	Gas Pipeline: <input type="text" value="1"/>	Oil Pipeline: <input type="text"/>	Water Pipeline: <input type="text" value="1"/>	Flare: <input type="text"/>
Gas Compressors: <input type="text"/>	VOC Combustor: <input type="text" value="1"/>	Oil Tanks: <input type="text"/>	Fuel Tanks: <input type="text"/>	

Other: _____

6. Construction:

Date planned to commence construction: 04/01/2011 Size of disturbed area during construction in acres: 8.90
Estimated date that interim reclamation will begin: 10/01/2012 Size of location after interim reclamation in acres: 5.40
Estimated post-construction ground elevation: 8423 Will a closed loop system be used for drilling fluids: Yes
Will salt sections be encountered during drilling: Yes No X Is H2S anticipated? Yes No X
Will salt (>15,000 ppm TDS Cl) or oil based muds be used: Yes No X
Mud disposal: Offsite Onsite X Method: Land Farming X Land Spreading Disposal Facility
Other:

7. Surface Owner:

Name: Phone:
Address: Fax:
Address: Email:
City: State: Zip: Date of Rule 306 surface owner consultation:
Surface Owner: X Fee State Federal Indian
Mineral Owner: X Fee State Federal Indian
The surface owner is: X the mineral owner committed to an oil and gas lease
is the executer of the oil and gas lease X the applicant
The right to construct the location is granted by: oil and gas lease Surface Use Agreement Right of Way
X applicant is owner
Surface damage assurance if no agreement is in place: \$2000 \$5000 Blanket Surety ID

8. Reclamation Financial Assurance:

Well Surety ID: 20060137 Gas Facility Surety ID: Waste Mgnt. Surety ID:

9. Cultural:

Is the location in a high density area (Rule 603.b.): Yes No X
Distance, in feet, to nearest building: 9772 , public road: 22651 , above ground utilit: 59664
, railroad: 65472 , property line: 2407

10. Current Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: X Rangeland Timber Recreational Other (describe):
Subdivided: Industrial Commercial Residential

11. Future Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: X Rangeland Timber Recreational Other (describe):
Subdivided: Industrial Commercial Residential

12. Soils:

List all soil map units that occur within the proposed location. Attach the National Resource Conservation Service (NRCS) report showing the "Map Unit Description" report listing the soil typical vertical profile. This data is to used when segregating topsoil.

The required information can be obtained from the NRCS web site at <http://soildatamart.nrcs.usda.gov/> or from the COGCC web site GIS Online map page found at <http://colorado.gov/cogcc>. Instructions are provided within the COGCC web site help section.

NRCS Map Unit Name: Map Unit Symbol 55. Parachute-Irigul complex, 5 to 30 percent slopes

NRCS Map Unit Name: Map Unit Symbol 56. Parachute-Irigul-Rhone association, 25 to 50 percent slopes

NRCS Map Unit Name: _____

13. Plant Community:

Complete this section only if any portion of the disturbed area of the location's current land use is on non-crop land.

Are noxious weeds present: Yes No

Plant species from: NRCS or, field observation Date of observation: _____

List individual species: Letterman's needlegrass, Slender wheatgrass, Arizona fescue, Columbia needlegrass, Mountain big sagebrush, Big bluegrass, Mountain snowberry, Saskatoon serviceberry, Yellow rabbitbrush

Check all plant communities that exist in the disturbed area.

- Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
- Native Grassland (Bluestern, Grama, Wheatgrass, Buffalograss, Fescue, Oatgrass, Brome)
- Shrub Land (Mahogany, Oak, Sage, Serviceberry, Chokecherry)
- Plains Riparian (Cottonwood, Willow, Aspen, Maple, Poplar, Russian Olive, Tamarisk)
- Mountain Riparian (Cottonwood, Willow, Blue Spruce)
- Forest Land (Spruce, Fir, Ponderosa Pine, Lodgepole Pine, Juniper, Pinyon, Aspen)
- Wetlands Aquatic (Bullrush, Sedge, Cattail, Arrowhead)
- Alpine (above timberline)
- Other (describe): _____

14. Water Resources:

Rule 901.e. may require a sensitive area determination be performed. If this determination is performed the data is to be submitted with the Form 2A.

Is this a sensitive area: No Yes Was a Rule 901.e. Sensitive Areas Determination performed: No Yes

Distance (in feet) to nearest surface water: 390, water well: 3587, depth to ground water: 190

Is the location in a riparian area: No Yes Was an Army Corps of Engineers Section 404 permit filed No Yes

Is the location within a Rule 317B Surface Water Suppl Area buffer zone:

No 0-300 ft. zone 301-500 ft. zone 501-2640 ft. zone

If the location is within a Rule 317B Surface Water Supply Area buffer have all public water supply systems within 15 miles been notified: No Yes

15. Comments:

Oxy is both the surface and mineral owner; Rules 305 and 306 are waived . The well pad has not been constructed. A semi-closed loop system will be used. Per GarCo Vacation Ordinance dated 10-5-1987, CR 213 is now OXY's private property north of Sec 8, 7S, 97W, 6 PM. Oxy will provide appropriate housing for essential personnel in order to conduct safe, efficient drilling operations at this well site. Oxy will comply with Notice to Operators (NTO) Drilling wells on the Roan Plateau (June 12, 2008). Reference area photos will be provided during the upcoming growing season. The plats reference a "blooie pit;" this is not a pit but a flare box. The CDOW pre-consultation occurred on July 16, 2010.

I hereby certify that the statements made in this form are, to the best of my knowledge, true, correct and complete.

Signed: _____ Date: 01/07/2011 Email: joan_proulx@oxy.com

Print Name: Joan Proulx Title: Regulatory Analyst

Based on the information provided herein, this Application for Permit-to-Drill complies with COGCC Rules and applicable orders and is hereby approved.

David S. Neslin

COGCC Approved: _____

Director of COGCC

Date: 1/28/2011

CONDITIONS OF APPROVAL, IF ANY:

All representations, stipulations and conditions of approval stated in this Form 2A for this location shall constitute representations, stipulations and conditions of approval for any and all subsequent operations on the location unless this Form 2A is modified by Sundry Notice, Form 4 or an Amended Form 2A.

Location is in a sensitive area because of close proximity to surface water, therefore, must ensure 110 percent secondary containment for any volume of fluids contained at well site during drilling and completion operations; including, but not limited to, construction of a berm or diversion dike, diversion/collection trenches within and/or outside of berms/dikes, site grading, or other comparable measures (i.e., best management practices (BMPs) associated with stormwater management) sufficiently protective of nearby surface water. Any berm constructed at the well pad location will be stabilized, inspected at regular intervals (at least every 14 days), and maintained in good condition.

The nearby hillside must be monitored for any day-lighting of drilling fluids throughout the drilling of the surface casing interval.

No portion of any pit that will be used to hold liquids shall be constructed on fill material, unless the pit and fill slope are designed and certified by a professional engineer, subject to review and approval by the director prior to construction of the pit. The construction and lining of the pit shall be supervised by a professional engineer or their agent. The entire base of the pit must be in cut.

Operator must implement best management practices to contain any unintentional release of fluids, including any fluids conveyed via temporary surface pipelines.

Reserve pit (or any other pit used to contain/hold fluids) must be lined or a closed loop system must be implemented during drilling.

Berms or other containment devices shall be constructed in compliance with Rule 604.a.(4) around crude oil, condensate, and produced water storage tanks.

Notice to Operators (NTO) Drilling Wells on the Roan Plateau in Garfield County: Operator must comply with all provisions of the June 12, 2008 Notice to Operators (NTO) (which Oxy has indicated on the Form 2A) Drilling Wells Within ¼ Mile of the Rim of the Roan Plateau in Garfield County – Pit Design, Construction, and Monitoring Requirements. At a minimum, the following condition of approval (COA) will apply:
COA 6 - All pits must be lined.

The moisture content of any drill cuttings in a cuttings pit, trench, or pile shall be as low as practicable to prevent accumulation of liquids greater than de minimis amounts. At the time of closure, the drill cuttings must also meet the applicable standards of table 910-1.

Flowback and stimulation fluids must be sent to tanks to allow the sand to settle out before the fluids can be placed into any pipeline or pit located on the well pad. The flowback and stimulation fluid tanks must be placed on the well pad in an area with additional downgradient perimeter berming. The area where flowback fluids will be stored/reused must be constructed to be sufficiently impervious to contain any spilled or released material (per Rule 604.a.(4)). Under unforeseen upset conditions during flowback operations, operator may discharge flowback fluids directly into the pit, as needed (notice of intent to directly discharge into the pit must be sent to Dave Kubezko; email dave.kubezko@state.co.us).

Attachment Check List

Att Doc Num	Name
2033585	CORRESPONDENCE
400121170	FORM 2A SUBMITTED
400121191	ACCESS ROAD MAP
400121192	CONST. LAYOUT DRAWINGS
400121193	LOCATION DRAWING
400121194	HYDROLOGY MAP
400121195	LOCATION PICTURES
400121196	MULTI-WELL PLAN
400121198	NRCS MAP UNIT DESC
400121200	NRCS MAP UNIT DESC
400121202	REFERENCE AREA PICTURES
400121204	TOPO MAP
400121205	REFERENCE AREA MAP
400121213	PROPOSED BMPs
400121216	PROPOSED BMPs

Total Attach: 15 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
OGLA	Initiated/Completed OGLA Form 2A review on 01-07-11 by Dave Kubeczko; requested clarifications and acknowledgement of fluid containment, spill/release BMPs, lined pits/closed loop, flowback to tanks only, tank berming, no pit in fill, monitor hillside, cuttings low moisture content, and Roan Rim NTO COAs from operator on 01-07-11; received clarifications and acknowledgement of COAs from operator on 01-10-10; passed by CDOW on 01-07-11 with operator submitted BMPs (with permit application) acceptable; passed OGLA Form 2A review on 01-28-11 by Dave Kubeczko; fluid containment, spill/release BMPs, lined pits/closed loop, flowback to tanks only, tank berming, no pit in fill, monitor hillside, cuttings low moisture content, and Roan Rim NTO COAs.	1/7/2011 3:09:59 PM
DOW	The BMPs as submitted by the operator and agreed to by the surface owner (Oxy) are appropriate to the site. CDOW and Oxy met on July 16, 2010 to discussed the proposed pad location and potential impacts to wildlife as well as best management practices that could be used to offset impacts. CDOW and Oxy agreed on BMPs for the site. by Michael Warren on Friday, January 7, 2011 at 1:30 P.M.	1/7/2011 1:33:27 PM

Total: 2 comment(s)

BMP

<u>Type</u>	<u>Comment</u>

Total: 0 comment(s)