

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

IN THE MATTER OF A REQUEST TO INCREASE THE FINANCIAL)
ASSURANCE REQUIREMENT OF THE RULES AND REGULATIONS)
OIL AND GAS CONSERVATION OF THE COLORADO)
COMMISSION FOR ALLEN OIL & GAS LLC, BUCK PEAK)
FIELD, ROUTT COUNTY, COLORADO)

CAUSE NO. 1

DOCKET NO. 9907-GA-03

NOTICE OF HEARING



TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On March 25, 1999 the Commission issued Order No. 1V-170, finding Allen Oil & Gas LLC ("Allen") in violation of Rule 326.b., failure to pass a mechanical integrity test for the following six (6) wells located in the NW¼ of Section 18, Township 6 North, Range 86 West, 6th P.M.: the Bradley #2, Bradley #3, Bradley #5, State #1, State #2 and the State #5; Rule Nos. 904. and 905. for the Bradley #4 Well and Rule Nos. 603.g., 906., 909.b.(2) and (5), and Rule No. 910. for the State #1 Well located in Section 18, Township 6 North, Range 86 West, 6th P.M. It was further ordered that Allen plug and abandon the Bradley #1, Bradley #2, Bradley #3, Bradley #4, Bradley #5, State #1, State #2, State #3 and the State #5 Wells no later than July 1, 1999. In addition a fine of Twelve Thousand Dollars (\$12,000.00) was assessed for the violations, payable within thirty (30) days from the date Order No. 1V-170 was issued. Further, the Cease and Desist Order No. 1C-2 entered by the Commission on January 21, 1999 as of January 14, 1999, shall remain in effect until said order has been fully complied with by Allen Oil & Gas LLC.

On May 24, 1999 Allen Oil & Gas LLC, by its attorney, filed with the Commission a verified application for an order to amend Order No. 1V-170 to allow production of oil and gas from certain wells in the Tow Creek Field located in the NW¼ of Section 18, Township 6 North, Range 86 West, 6th P.M. Allen believes that two (2) and possibly as many as five (5) of the wells in the field can be produced economically in compliance with Commission rules.

A hearing has been scheduled for July 12-13, 1999 to consider the application made by the Director to the Commission to call or foreclose on Allen's Thirty Thousand Dollar (\$30,000.00) bond to plug, abandon and reclaim all wells in the Tow Creek Field. In accordance with Rule 702.a., the Director hereby petitions the Commission for an increase in the financial assurance provided by Allen Oil & Gas LLC to the Commission to ensure the company is capable of fulfilling its financial obligations imposed by the Oil and Gas Conservation Act to operate wells in the Buck Peak Field.

NOTICE IS HEREBY GIVEN, that the Oil and Gas Conservation Commission of the State of Colorado, pursuant to the above, has rescheduled the above-entitled matter for hearing on:

Date: Monday, July 12, 1999
Tuesday, July 13, 1999
Time: 8:30 a.m.
Place: Suite 801, The Chancery Building
1120 Lincoln Street
Denver, CO 80203

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 Ginger Morelli at (303) 894-2100 ext. 114, 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 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.

Any interested party desiring to protest the granting of the application or to intervene should file with the Commission a written protest or a notice to intervene no later than July 2, 1999 briefly stating the basis of the protest or intervention. **Such interested party shall, at the same time, serve a copy of the protest or notice to intervene to the person filing the application.** An original and nine (9) copies, accompanied by a fee of seventy dollars (\$70.00) shall be filed with the Commission.

IN THE NAME OF THE STATE OF COLORADO

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By 
Patricia C. Beaver, Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, Colorado 80203
June 11, 1999