

FORM  
2A

Rev  
08/13

State of Colorado  
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203  
Phone: (303) 894-2100 Fax: (303) 894-2109



Document Number:

400621112

Date Received:

07/23/2014

Oil and Gas Location Assessment

New Location     Refile     Amend Existing Location    Location#: \_\_\_\_\_

Submit signed original form. This Oil and Gas Location Assessment is to be submitted to the COGCC for approval prior to any ground disturbance activity associated with oil and gas operations. Approval of this Oil and Gas Location 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. Please see the COGCC website at <http://cogcc.state.co.us/> for all accompanying information pertinent this Oil and Gas Location Assessment.

Location ID:

**438730**

Expiration Date:

**08/30/2017**

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

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.

Operator

Operator Number: 8960

Name: BONANZA CREEK ENERGY OPERATING COMPANY LLC

Address: 410 17TH STREET SUITE #1400

City: DENVER    State: CO    Zip: 80202

Contact Information

Name: Randy Edelen

Phone: (720) 440-6100

Fax: (720) 279-2331

email: REdelen@BonanzaCrk.com

RECLAMATION FINANCIAL ASSURANCE

- Plugging and Abandonment Bond Surety ID: 20120018     Gas Facility Surety ID: \_\_\_\_\_
- Waste Management Surety ID: \_\_\_\_\_

LOCATION IDENTIFICATION

Name: State Pronghorn    Number: V-32 Pad

County: WELD

Quarter: NENE    Section: 32    Township: 5N    Range: 61W    Meridian: 6    Ground Elevation: 4564

Define a single point as a location reference for the facility location. When the location is to be used as a well site then the point shall be a well location.

Footage at surface: 1280 feet FNL from North or South section line

448 feet FEL from East or West section line

Latitude: 40.361050    Longitude: -104.225120

PDOP Reading: 2.5    Date of Measurement: 05/01/2014

Instrument Operator's Name: David A. Fehringer

## RELATED REMOTE LOCATIONS

(Enter as many Related Locations as necessary. Enter the Form 2A document # only if there is no established COGCC Location ID#)

This proposed Oil and Gas Location is:

LOCATION ID # FORM 2A DOC #

Well Site is served by Production Facilities

400623801

## FACILITIES

Indicate the number of each type of oil and gas facility planned on location

Wells	<u>7</u>	Oil Tanks	<u>28</u>	Condensate Tanks	<u>4</u>	Water Tanks	<u>7</u>	Buried Produced Water Vaults	<u>7</u>
Drilling Pits	<u>      </u>	Production Pits	<u>      </u>	Special Purpose Pits	<u>      </u>	Multi-Well Pits	<u>      </u>	Temporary Large Volume Above Ground Tanks	<u>2</u>
Pump Jacks	<u>7</u>	Separators	<u>7</u>	Injection Pumps	<u>      </u>	Cavity Pumps	<u>      </u>		
Gas or Diesel Motors	<u>7</u>	Electric Motors	<u>13</u>	Electric Generators	<u>4</u>	Fuel Tanks	<u>      </u>	Gas Compressors	<u>10</u>
Dehydrator Units	<u>1</u>	Vapor Recovery Unit	<u>6</u>	VOC Combustor	<u>8</u>	Flare	<u>1</u>	LACT Unit	<u>2</u>
								Pigging Station	<u>1</u>

## OTHER FACILITIES

Other Facility Type

Number

Vapor Recovery Tower

4

Per Rule 303.b.(3)C, description of all oil, gas, and/or water pipelines:

Seven (7) 3-phase flowlines: 3" coated steel  
One (1) gas sales line connection: 6" coated steel  
Two (2) oil gathering lines: 4" coated steel  
Two (2) produced water gathering lines: 4" coated steel  
Vent/VRU lines: 4@6", 4@10", 4@12" steel

Two (2) 40,000 bbl - 157' dia Temporary Large Volume Above Ground Storage Tanks are steel sided with new liner.

## CONSTRUCTION

Date planned to commence construction: 01/01/2015 Size of disturbed area during construction in acres: 5.75

Estimated date that interim reclamation will begin: 05/01/2015 Size of location after interim reclamation in acres: 3.00

Estimated post-construction ground elevation: 4562

## DRILLING PROGRAM

Will a closed loop system be used for drilling fluids: Yes

Is H<sub>2</sub>S anticipated? No

Will salt sections be encountered during drilling: No

Will salt based mud (>15,000 ppm Cl) be used? No

Will oil based drilling fluids be used? No

## DRILLING WASTE MANAGEMENT PROGRAM

Drilling Fluids Disposal: OFFSITE Drilling Fluids Disposal Method: Recycle/reuse

Cutting Disposal: OFFSITE Cuttings Disposal Method: Beneficial reuse

Other Disposal Description:

Beneficial reuse or land application plan submitted? Yes

Reuse Facility ID: 427606 or Document Number: \_\_\_\_\_

Centralized E&P Waste Management Facility ID, if applicable: \_\_\_\_\_

## SURFACE & MINERALS & RIGHT TO CONSTRUCT

Name: Colorado State Land Board

Phone: 303-866-3454

Address: 360 Oak Ave. Suite 110

Fax: \_\_\_\_\_

Address: \_\_\_\_\_

Email: \_\_\_\_\_

City: Eaton State: CO Zip: 80615

Surface Owner:  Fee  State  Federal  Indian

Check all that apply. The Surface Owner:  is the mineral owner

is committed to an oil and Gas Lease

has signed the Oil and Gas Lease

is the applicant

The Mineral Owner beneath this Oil and Gas Location is:  Fee  State  Federal  Indian

The Minerals beneath this Oil and Gas Location will be developed from or produced to this Oil and Gas Location: Yes

The right to construct this Oil and Gas Location is granted by: oil and gas lease

Surface damage assurance if no agreement is in place: \_\_\_\_\_ Surface Surety ID: \_\_\_\_\_

Date of Rule 306 surface owner consultation 06/12/2014

## CURRENT AND FUTURE LAND USE

Current Land Use (Check all that apply):

Crop Land:  Irrigated  Dry land  Improved Pasture  Hay Meadow  CRP

Non-Crop Land:  Rangeland  Timber  Recreational  Other (describe): \_\_\_\_\_

Subdivided:  Industrial  Commercial  Residential

Future Land Use (Check all that apply):

Crop Land:  Irrigated  Dry land  Improved Pasture  Hay Meadow  CRP

Non-Crop Land:  Rangeland  Timber  Recreational  Other (describe): \_\_\_\_\_

Subdivided:  Industrial  Commercial  Residential

## CULTURAL DISTANCE INFORMATION

Distance to nearest:

Building: 4250 Feet  
Building Unit: 4250 Feet  
High Occupancy Building Unit: 5280 Feet  
Designated Outside Activity Area: 5280 Feet  
Public Road: 214 Feet  
Above Ground Utility: 5280 Feet  
Railroad: 5280 Feet  
Property Line: 1352 Feet

### INSTRUCTIONS:

- All measurements shall be provided from center of nearest Well or edge of nearest Production Facility to nearest of each cultural feature as described in Rule 303.b.(3)A.  
- Enter 5280 for distance greater than 1 mile.  
- Building - nearest building of any type. If nearest Building is a Building Unit, enter same distance for both.  
- Building Unit, High Occupancy Building Unit, and Designated Outside Activity Area - as defined in 100-Series Rules.

## DESIGNATED SETBACK LOCATION INFORMATION

Check all that apply. This location is within a:  Buffer Zone  
 Exception Zone  
 Urban Mitigation Area

- Buffer Zone - as described in Rule 604.a.(2), within 1,000' of a Building Unit.  
- Exception Zone - as described in Rule 604.a.(1), within 500' of a Building Unit.  
- Urban Mitigation Area - as defined in 100-Series Rules.

Pre-application Notifications (required if location is within 1,000 feet of a building unit):

Date of Rule 305.a.(1) Urban Mitigation Area Notification to Local Government: \_\_\_\_\_  
Date of Rule 305.a.(2) Buffer Zone Notification to Building Unit Owners: \_\_\_\_\_

## SOIL

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.org/> 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: 70 Valent sand, 3 to 9 percent slopes  
NRCS Map Unit Name: \_\_\_\_\_  
NRCS Map Unit Name: \_\_\_\_\_

## 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: \_\_\_\_\_

Check all plant communities that exist in the disturbed area.

- Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)  
 Native Grassland (Bluestem, 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): \_\_\_\_\_

## WATER RESOURCES

Is this a sensitive area:  No  Yes

Distance to nearest

downgradient surface water feature: 5280 Feet

water well: 4527 Feet

Estimated depth to ground water at Oil and Gas Location 55 Feet

Basis for depth to groundwater and sensitive area determination:

Colorado Division of Water Resources Records

Is the location in a riparian area:  No  Yes

Was an Army Corps of Engineers Section 404 permit filed  No  Yes If yes attach permit.

Is the location within a Rule 317B Surface Water Supply Area buffer No 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: \_\_\_\_\_

## GROUNDWATER BASELINE SAMPLING AND MONITORING AND WATER WELL SAMPLING

Water well sampling required per Rule 318A

## DESIGNATED SETBACK LOCATION EXCEPTIONS

Check all that apply:

- Rule 604.a.(1)A. Exception Zone (within 500' of Building Unit)
- Rule 604.b.(1)A. Exception Location (existing or approved Oil & Gas Location now within a Designated Setback as a result of Rule 604.a.)
- Rule 604.b.(1)B. Exception Location (existing or approved Oil & Gas Location is within a Designated Setback due to Building Unit construction after Location approval)
- Rule 604.b.(2) Exception Location (SUA or site-specific development plan executed on or before August 1, 2013)
- Rule 604.b.(3) Exception Location (Building Units constructed after August 1, 2013 within setback per an SUA or site-specific development plan)

## RULE 502.b VARIANCE REQUEST

- Rule 502.b. Variance Request from COGCC Rule or Spacing Order Number \_\_\_\_\_

ALL exceptions and variances require attached Request Letter(s). Refer to applicable rule for additional required attachments (e.g. waivers, certifications, SUAs).

## OPERATOR COMMENTS AND SUBMITTAL

Comments

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

Signed: \_\_\_\_\_ Date: 07/23/2014 Email: KKrupka@BonanzaCrk.com

Print Name: Katey Krupka Title: Regulatory Assistant

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

COGCC Approved:  Director of COGCC Date: 8/31/2014

### **Conditions Of Approval**

**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.**

**COA Type**

**Description**

<b><u>COA Type</u></b>	<b><u>Description</u></b>

## Best Management Practices

No	BMP/COA Type	Description
1	Construction	<p>VAULT</p> <p>The following procedure describes BCEI standard construction practices for setting a partially buried pre-cast cement water vault and new tank battery construction.</p> <ol style="list-style-type: none"> <li>1) The excavation will first be lined with 4" of clay or other low permeability soil.</li> <li>2) A 30 mil liner will be installed on top of the low permeability soil. The 30 mil liner will be a contiguous liner which will underlay the entire tank battery.</li> <li>3) The tank battery / water vault liner will be keyed into a galvanized steel containment ring installed surrounding the tank battery.</li> <li>4) Sand bedding will be installed to protect the synthetic liner prior to placing equipment in the containment area.</li> </ol>
2	Drilling/Completion Operations	<p>MLVTS</p> <p>COGCC Rules 604.a and 605.a (2,3,5,6,7, and 8), as applicable to tank setbacks at the time of installation shall apply to the siting of MLVTS.</p> <p>Signs shall be posted on each MLVT to indicate contents are freshwater and that no E&amp;P Waste fluids are allowed. Location and additional signage shall conform to Rule 210.</p> <p>MLVTS may only be utilized for the storage of freshwater. E&amp;P wastes, including produced water, treated E&amp;P wastes, and flowback from hydraulic fracturing operations will not be allowed.</p> <p>MLVTS shall not be located on non-engineered fill material. Subgrade preparation shall be verified by proof-rolling prior to MLVT installation.</p> <p>All MLVT liners seams shall be welded at the liner manufacturer's facility. Field welded liners shall not be used. Liners shall not be reused.</p> <p>Bonanza will develop a Contingency Plan specific to the location for any MLVT leak or catastrophic failure of the tank integrity and resulting loss of fluid. The plan includes a notification process to the COGCC and local Emergency authority (municipality, county, or both) for any failure resulting in loss of fluid.</p> <p>A minimum of 1 foot of freeboard will be maintained in all MLVTS.</p> <p>Should a failure of MLVT integrity occur, Bonanza will notify COGCC upon discovery, report the incident to COGCC on a Form 22-Accident Report within 10 days of discovery, and conduct a root cause analysis. The results of the root cause analysis will be reported to COGCC on a Sundry-Form 4 within 30 days of discovery of the failure.</p> <p>MLVTS will be constructed and operated in accordance with a design certified by a Colorado Licensed Professional Engineer.</p> <p>Once in operation, MLVTS will be inspected daily and any deficiencies repaired as soon as practicable.</p> <p>Access to the tanks shall be limited to operational personnel.</p> <p>Bonanza will use only MLVTS supplied by Rockwater or other contractors that are knowingly complying with COGCC inspection, maintenance, and record keeping policies.</p>

Total: 2 comment(s)

## Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
1009672	Location Drawing
1009673	CORRESPONDENCE
400621112	FORM 2A SUBMITTED
400623568	ACCESS ROAD MAP
400623569	LOCATION PICTURES
400623570	MULTI-WELL PLAN
400623573	CONST. LAYOUT DRAWINGS
400623574	HYDROLOGY MAP
400623605	REFERENCE AREA MAP
400623607	REFERENCE AREA PICTURES
400625951	NRCS MAP UNIT DESC
400625978	WASTE MANAGEMENT PLAN
400626012	OTHER

Total Attach: 13 Files

## General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	SLB (TK) verified surface restoration bond. Final Review--passed.	8/28/2014 10:58:04 AM
Permit	Final review complete.	8/26/2014 9:48:11 AM
Permit	Updated location drawing attached. Ready to pass pending OGLA approval.	8/26/2014 7:50:15 AM
OGLA	Changed construction date per Operator request on 08/25/2014.	8/25/2014 5:57:42 PM
OGLA	Nearby Water Wells report static water levels ranging from 150 feet to 250 feet. However, the nearby Riverside Reservoir and three additional wells report static water levels ranging from 5 feet to 22 feet suggesting the presence of shallow surficial groundwater. Changed the estimated depth to groundwater to 55 feet based on the above information along with topography.	8/25/2014 4:29:40 PM
OGLA	Changed the distance to Public Road to 214 feet per Operator request in 08/21/2014 email. Changed distance to nearest Building Unit to 4250 feet based on email verification of the type of Building on recently Passed permits located within the vicinity of this Proposed Location.	8/21/2014 5:03:35 PM
OGLA	Operator will need to provide the anticipated timeline that the MLVTs will be onsite. Operator will need to certify their compliance with the COGCC MLVT Policy.  Changed LVST to MLVT in the Operator BMPs	8/13/2014 3:50:45 PM
Permit	Passed completeness.	7/23/2014 3:20:42 PM

Total: 8 comment(s)