

State of Colorado  
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203  
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Document Number:  
400980802  
Date Issued:  
02/03/2016  
Date Resolved:  
05/19/2016

## NOTICE OF ALLEGED VIOLATION - RESOLVED

Per Rule 522, the Director has reasonable cause to believe that a violation of the Act, or of any Commission rule, order, or permit has occurred, the Director will require the operator to remedy the violation and may commence an enforcement action seeking penalties by issuing a Notice of Alleged Violation (NOAV). Per Rule 523, an operator who violates the Act, or a Commission rule, order, or permit may be subject to a penalty imposed by Commission order.

### OPERATOR INFORMATION

OGCC Operator Number: 47120		Contact Name and Telephone:	
Name of Operator: KERR MCGEE OIL & GAS ONSHORE LP		Name: Andrew Lytle	
Address: P O BOX 173779		Phone: (720) 929-6100 Fax: (720) 929-7461	
City: DENVER State: CO Zip: 80217-3779		Email: andy.lytle@anadarko.com	
Additional Operator Contacts	Email		
Cheryl Light	cheryl.light@anadarko.com		

### Well Location, or Facility Information (if applicable):

API Number: 05-123-41295-00 Facility or Location ID: \_\_\_\_\_  
Name: WILSON RANCH Number: 5C-27HZ  
QtrQtr: SENE Sec: 26 Twp: 4N Range: 68W Meridian: 6  
County: WELD

### ALLEGED VIOLATION

Rule: 317	
Rule Description: General Drilling Rules	
Initial Discovery Date: 01/29/2016	Was this violation self-reported by the operator? Yes
Date of Violation: _____	Approximate Time of Violation: _____
Was this a discrete violation of obvious duration? Yes	
Description of Alleged Violation:	
<p>Pursuant to Rule 317.p. and the Condition of Approval (COA) in the approved Application for Permit to Drill (Document #400760534), Operator was required to run open hole resistivity log with gamma ray from the kick-off point into the surface casing. Operator self-reported on January 29, 2016 (via phone call) that this log was not run on this well or any other well on this multi-well pad, violating Rule 317.p.</p>	
Abatement or Corrective Action Required to be Performed by Operator: Corrective Action Due Date: 02/10/2016	
<b>Proper and timely abatement does not preclude the assessment of penalties and an Order Finding Violation.</b>	
<p>Operator shall submit a Form 4 Sundry Notice to detail internal procedures that will ensure that a required Condition of Approval on a Form 2, Application for Permit to Drill, will be met. This Sundry Notice will also detail the Operator's plans to run a cased hole neutron log in lieu of the open hole resistivity log with gamma ray on one well on this pad. These plans will indicate the timing of running of this cased hole neutron log.</p>	

## PENALTY

Penalties for violations alleged in this NOAV will be calculated pursuant to Rule 523, with daily penalties accruing pursuant to Section 34-60-121(1), C.R.S.

## ANSWER

Pursuant to Rule 522.d.(2), the operator must file an Answer to this NOAV within 28 days of its receipt, or a default judgement may be entered. Hard copy answers are filed with the Commission Secretary at the Commission's Denver office and should also be emailed to [dnr\\_cogccenforcement@state.co.us](mailto:dnr_cogccenforcement@state.co.us).

## NOAV ISSUED

NOAV Issue Date: 02/03/2016

COGCC Representative Signature: \_\_\_\_\_

COGCC Representative: Barbara Westerdale

Title: Permit/Completion Supervi

Email: [barbara.westerdale@state.co.us](mailto:barbara.westerdale@state.co.us)

Phone Num: (303) 894-2100x5159

## CORRECTIVE ACTION COMPLETED

Rule: 317

Rule Description: General Drilling Rules

Corrective Action Start Date: \_\_\_\_\_

Corrective Action Complete Date: \_\_\_\_\_

Has corrective action for this violation been performed as required? Yes

Description of Actual Corrective Action Performed by Operator

On February 8, 2016, KMG submitted a Form 4, Sundry Notice, which fulfilled the corrective actions required in the NOAV.

## FINAL RESOLUTION

Cause #: 1V

Order #: 574

Docket #: 160400164

Enforcement Action: Administrative Order of Consent

Final Resolution Date: 04/18/2016

Final Resolution Comments:

Resolved via Order Number 1V-574, entered on April 18, 2016. Penalty assessed. No additional corrective action by Operator is required under the order.

## ATTACHMENT LIST

View Attachments in Imaged Documents on COGCC website (<http://ogccweblink.state.co.us/>) - Search by Document Number.

Document Number	Description
400980802	NOAV APPROVED
400983129	NOAV ISSUED
400983131	NOAV COVER LETTER
400983132	NOAV CERTIFIED MAIL RECEIPT
400983134	NOAV In PROCESS
400987476	NOAV RESPONSE DOCUMENTATION
400993508	NOAV CERTIFIED MAIL RETURN RECEIPT
400997698	NOAV RESPONSE CORRESPONDENCE

Total Attach: 8 Files