

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:
401082880
Date Issued:
08/09/2016
Date Resolved:

NOTICE OF ALLEGED VIOLATION - ISSUED

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: <u>10407</u>	Contact Name and Telephone:
Name of Operator: <u>ANTLER ENERGY LLC</u>	Name: <u>Clay Evans</u>
Address: <u>PO BOX 104</u>	Phone: <u>(307) 380-7617</u> Fax: <u>()</u>
City: <u>BAGGS</u> State: <u>WY</u> Zip: <u>82321</u>	Email: <u>clayjevans@yahoo.com</u>

Well Location, or Facility Information (if applicable):

API Number: <u>05-081-07455-00</u>	Facility or Location ID: _____
Name: <u>MOFFAT COUNTY</u>	Number: <u>1-8</u>
QtrQtr: <u>SWSE</u> Sec: <u>8</u>	Twp: <u>9N</u> Range: <u>94W</u> Meridian: <u>6</u>
County: <u>MOFFAT</u>	

ALLEGED VIOLATION

Rule: 326.b

Rule Description: Shut-in Wells

Initial Discovery Date: _____ Was this violation self-reported by the operator? No

Date of Violation: _____ Approximate Time of Violation: _____

Was this a discrete violation of obvious duration? No

Description of Alleged Violation:

Pursuant to Rules 326.b.(1) and (2), Antler Energy LLC (Operator) is required to perform a mechanical integrity test (MIT) on shut in (SI) wells within two (2) years of the initial shut in date and then at five (5) year intervals after an initial successful MIT. Based on Operator's Form 7 Monthly Reports of Operations stating the Moffat County #1-8, API 081-07455, (Well) was SI December 2012 and returned to production in September 2015, as noted in Operator's April 28, 2016 response, Document #2193318, without first conducting an MIT. COGCC staff has reason to believe the Well is past due for performance of an MIT. Warning Letter #2193057 was issued to Operator on December 3, 2015 and required corrective action to resolve the delinquent MIT by April 30, 2016. To date Operator has not conducted an MIT for the Well, violating Rules 326.b.(1) and (2).

Abatement or Corrective Action Required to be Performed by Operator: _____ Corrective Action Due Date: 04/30/2016

Proper and timely abatement does not preclude the assessment of penalties and an Order Finding Violation.

Operator shall contact the area engineer, Dave Andrews, and negotiate a compliance plan to resolve this issue.

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.

NOAV ISSUED

NOAV Issue Date: 08/09/2016

COGCC Representative Signature: _____

COGCC Representative: Andrew Stone

Title: Engineering Tech

Email: andrewg.stone@state.co.us

Phone Num: (303) 894-2100x5188

CORRECTIVE ACTION COMPLETED

Rule: 326.b

Rule Description: Shut-in Wells

Corrective Action Start Date: _____

Corrective Action Complete Date: _____

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

Description of Actual Corrective Action Performed by Operator

FINAL RESOLUTION

Cause #: _____

Order #: _____

Docket #: _____

Enforcement Action: _____

Final Resolution Date: _____

Final Resolution Comments:

ATTACHMENT LIST

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

<u>Document Number</u>	<u>Description</u>
401090954	NOAV COVER LETTER
401091147	NOAV ISSUED
401091151	NOAV CERTIFIED MAIL RECEIPT

Total Attach: 3 Files