

State of Colorado
Oil and Gas Conservation Commission

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



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401141974
Date Issued:
11/03/2016

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: 94300
Name of Operator: WARD & SON* ALFRED
Address: P O BOX 737
City: OGALLALLA State: NE Zip: 69153
Contact Name and Telephone:
Name: Randy Ward
Phone: (308) 284-8350 Fax: ()
Email: randy@wardoil.com

Well Location, or Facility Information (if applicable):

API Number: 05-075-09361-00 Facility or Location ID:
Name: MICHAELS Number: 2
QtrQtr: SWSW Sec: 14 Twp: 11N Range: 53W Meridian: 6
County: LOGAN

ALLEGED VIOLATION

Rule: 303
Rule Description: Requirements for Form 2, Application for Permit-to-Drill, Deepen, Re-enter, or Recomplete and Operate; Form 2A, Oil and Gas Location Assessment
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 Rule 303, Ward & Son* Alfred (Operator) is required to submit a Form 2, Application to Recomplete, and receive Director approval prior to commencement of operations with heavy equipment for recompleting and operating any existing well. According to a September 14, 2016 Form 4, Sundry Notice, (Document #401108923) Operator completed work on a completion to the D Sand on July 15, 2016 for the Michaels #2 well, API 075-09361, (Well). The COGCC did not receive a Form 2, Application to Recomplete, and this work was done without COGCC approval, violating Rule 303.
Abatement or Corrective Action Required to be Performed by Operator: Corrective Action Due Date: 12/02/2016
Proper and timely abatement does not preclude the assessment of penalties and an Order Finding Violation.
Operator shall submit a Form 2, Application to Recomplete, to the COGCC to provide ex post facto notice of work completed on July 15, 2016.

Rule: 308B
Rule Description: Completed Interval Report
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 Rule 308B., Ward & Son* Alfred (Operator) is required to submit a Form 5A, Completed Interval Report, within 30 days

after a formation is completed (successful or not). According to a September 14, 2016 Form 4, Sundry Notice, (Document #401108923) Operator completed work on a completion to the D Sand on July 15, 2016 for the Michaels #2 well, API 075-09361, (Well). A Form 5A, Completed Interval Report, should have been submitted by August 15, 2016, but to date no Form 5A has been submitted to COGCC, violating Rule 308B.

Abatement or Corrective Action Required to be Performed by Operator: _____ Corrective Action Due Date: 12/02/2016

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

Operator shall submit a Form 5A, Completed Interval Reports, to the COGCC to disclose the completed formations to the D Sand.

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_cogccenforecment@state.co.us.

NOAV ISSUED

NOAV Issue Date: 11/03/2016

COGCC Representative Signature: *Barbara Westerdale*

COGCC Representative: Barbara Westerdale

Title: Permit/Completion Supervi

Email: barbara.westerdale@state.co.us

Phone Num: (303) 894-2100x5159

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>
401142310	NOAV COVER LETTER
401142311	NOAV CERTIFIED MAIL RECEIPT

Total Attach: 2 Files