

FORM
2A

Rev
04/18

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:

401825776

Date Received:

Oil and Gas Location Assessment

☒ New Location ☐ Refile ☐ Amend Existing Location Location#: _____

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:

Expiration Date:

☒ 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: 35080

Name: GRAND MESA OPERATING CO

Address: 1700 N. WATERFRONT PKWY BL 600

City: WICHITA State: KS Zip: 67206

Contact Information

Name: MICHAEL REILLY

Phone: (316) 265-3000

Fax: (316) 265-3455

email: MREILLY@GMOCKS.COM

FINANCIAL ASSURANCE

☒ Plugging and Abandonment Bond Surety ID (Rule 706): 20020080 ☐ Gas Facility Surety ID (Rule 711): _____

☐ Waste Management Surety ID (Rule 704): _____

LOCATION IDENTIFICATION

Name: DADO Number: 2-21

County: LINCOLN

QuarterQuarter: NWNE Section: 21 Township: 7S Range: 55W Meridian: 6 Ground Elevation: 5462

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: 950 feet FNL from North or South section line

1387 feet FEL from East or West section line

Latitude: 39.429890 Longitude: -103.552920

PDOP Reading: 1.6 Date of Measurement: 11/01/2018

Instrument Operator's Name: ELIJAH FRANE-FRANE SURVEYING

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

401826108

| | | | | | |
|-----------------------|---|----------------------|----------------------|------------------|-------------------------------|
| Wells | 1 | Oil Tanks* | Condensate Tanks* | Water Tanks* | Buried Produced Water Vaults* |
| Drilling Pits | 1 | Production Pits* | Special Purpose Pits | Multi-Well Pits* | Modular Large Volume Tanks |
| Pump Jacks | 1 | Separators* | Injection Pumps* | Cavity Pumps* | Gas Compressors* |
| Gas or Diesel Motors* | | Electric Motors | Electric Generators* | Fuel Tanks* | LACT Unit* |
| Dehydrator Units* | | Vapor Recovery Unit* | VOC Combustor* | Flare* | Pigging Station* |

| | |
|--|--|
| | |
|--|--|

We would like to include our tank battery inclusively with this 2A for our location on this well. Our production facility already exists (Loc ID not yet assigned 2A Doc #401826108). We will add 3-400bbl Oil Tanks, 1-400bbl Water tank, 1-Treater 4x20 and an ECD to the current Tank Battery Site and we will hook a flowline from this well to these new tanks on this existing production facility pad if this well is a producer. We will run one 3" poly pipe-pressurized 0-40# PSI and buried at least 4' below the ground surface. These new tanks will be used for the production of the Dado 2-21 well.

Will oil based drilling fluids be used? No

DRILLING WASTE MANAGEMENT PROGRAM

Drilling Fluids Disposal: ONSITE Drilling Fluids Disposal Method: Evaporation
Cutting Disposal: ONSITE Cuttings Disposal Method: Drilling pit
Other Disposal Description:

Evaporation and burial. We will let fluids evaporate and then test the pit to make sure that the levels fall within the 910-1 COGCC tables before closing the pit.

Beneficial reuse or land application plan submitted? No

Reuse Facility ID: _____ or Document Number: _____

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

SURFACE & MINERALS & RIGHT TO CONSTRUCT

Name: PHYLLIS C. THOMPSON

Phone: 1-719-775-2438

Address: C/O TROY THOMPSON

Fax: _____

Address: 63860 CO RD 27

Email: _____

City: LIMON State: CO Zip: 80828

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: Surface Use Agreement

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

Date of Rule 306 surface owner consultation 11/05/2018

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

Provide the distance to the nearest cultural feature as measured from Wells or Production Facilities onsite.

| | From WELL | From PRODUCTION FACILITY |
|-----------------------------------|-----------|--------------------------|
| Building: | 3305 Feet | Feet |
| Building Unit: | 3505 Feet | Feet |
| High Occupancy Building Unit: | 5280 Feet | Feet |
| Designated Outside Activity Area: | 5280 Feet | Feet |
| Public Road: | 1387 Feet | Feet |
| Above Ground Utility: | 1387 Feet | Feet |
| Railroad: | 5280 Feet | Feet |
| Property Line: | 950 Feet | 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.
- For measurement purposes only, Production Facilities should only include those items with an asterisk(*) on the Facilities Tab.

DESIGNATED SETBACK LOCATION INFORMATION

Check all that apply. This location is within a:

- ☐ Buffer Zone
☐ Exception Zone
☐ Urban Mitigation Area

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: _____

- 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.
- Large UMA Facility - as defined in 100-Series Rules.

FOR MULTI-WELL PADS AND PRODUCTION FACILITIES WITHIN DESIGNATED SETBACK LOCATIONS ONLY:

- ☐ Check this box if this Oil and Gas Location has or will have Production Facilities that serve multiple wells (on or offsite) and the Production Facilities are proposed to be located less than 1,000 feet from a Building Unit. *(Pursuant to Rule 604.c.(2)E.i., the operator must evaluate alternative locations for the Production Facilities that are farther from the Building Unit, and determine whether those alternative locations were technically feasible and economically practicable for the same proposed development.)*
- ☐ By checking this box, I certify that no alternative placements for the Production Facilities, farther from the nearest Building Unit, were available based on the analysis conducted pursuant to Rule 604.c.(2)E.i.

In the space below, explain rationale for siting the multi-well Production Facility(ies) that supports your Rule 604.c.(2)E.i determination. Attach documentation that supports your determination to this Form 2A.

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 be 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: WAGES KARVAL - SYMBOL 212 - WELLSITE

NRCS Map Unit Name: FORT COLLINS- Symbol 124 - TANK BAT LOC

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: 743 Feet

water well: 2095 Feet

Estimated depth to ground water at Oil and Gas Location 18 Feet

Basis for depth to groundwater and sensitive area determination:

This well is located in a Sensitive area due to it being located in the Arikaree Designated Ground Water Mgmt area and the Northern High Plains Basin. Wtr well Permit #18573 (STOCK).

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: No

Is the Location within a Floodplain? ☒ No ☐ Yes Floodplain Data Sources Reviewed (check all that apply)

☒ Federal (FEMA)

☐ State

☐ County

☐ Local

☐ Other

GROUNDWATER BASELINE SAMPLING AND MONITORING AND WATER WELL SAMPLING

Water well sampling required per Rule 609

WILDLIFE

☐ This location is included in a Wildlife Mitigation Plan

☐ This location was subject to a pre-consultation meeting with CPW held on _____

Operator Proposed Wildlife BMPs

No BMP

DESIGNATED SETBACK LOCATION EXCEPTIONS

Check all that apply:

- ☐ Rule 604.a.(1)A. Exception Zone (within 500' of a Building Unit) and is in an Urban Mitigation Area
- ☐ 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 There is a surface water area approx 86' West of the proposed well pad, a windmill exists approx 830' Northwest of the well head and a barbed wire fence exists approx 207' East of the well pad. The only improvements that lie within the 500'-1000' buffer area of the wellsite are the barbed wire fence from our wellbore

We will send in the SUA on a FORM 4 as soon as the surface owner signs and returns.

BMP Plan
Grand Mesa Operating, Co.
1700 N Waterfront Pkwy, Bldg 600
Wichita, KS 67206
P - 316-265-3000 F - 316-265-3455

Certification of Discharge under CDPHE COR-030000
Storm water discharges associated with construction permit number (Not yet assigned)

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

Signed: _____ Date: _____ Email: MREILLY@GMOCKS.COM

Print Name: MICHAEL REILLY Title: PRESIDENT

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: _____

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

| | |
|--|--|
| | |
|--|--|

Best Management Practices

| <u>No</u> | <u>BMP/COA Type</u> | <u>Description</u> |
|-----------|---------------------|--|
| 1 | Planning | <p>Prior to construction, perimeter controls will be installed utilizing cutting from the clearing operations.</p> <p>Once the well pad has been constructed a variety of BMP's shall be utilized for the site specific conditions.</p> <p>BMP's to be utilized may include, but are not limited to:</p> <ul style="list-style-type: none">-Dirt berms-Erosion control blankets-Straw bale barrier-Straw wattle-Check dams-Culvert/Culvert Protection-Silt Fence-Surface roughening/Surface rip <p>Storm Water Management Plan (SWMP) is on file in Grand Mesa Operating, Co office.</p> <p>Spill Prevention, Control and Countermeasure Plan is on file in Grand Mesa Operating, Co. office.</p> |

Total: 1 comment(s)

Attachment Check List

| <u>Att Doc Num</u> | <u>Name</u> |
|--------------------|-------------------------|
| 401825957 | OTHER |
| 401825958 | ACCESS ROAD MAP |
| 401825959 | LOCATION PICTURES |
| 401825962 | HYDROLOGY MAP |
| 401825963 | LOCATION PICTURES |
| 401825965 | LOCATION DRAWING |
| 401825966 | REFERENCE AREA MAP |
| 401825967 | REFERENCE AREA PICTURES |
| 401825981 | NRCS MAP UNIT DESC |

Total Attach: 9 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|-------------------|----------------|---------------------|
| | | Stamp Upon Approval |

Total: 0 comment(s)

Public Comments

No public comments were received on this application during the comment period.