

FORM
2A

Rev
08/19

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:

401854397

Date Received:

04/29/2019

Oil and Gas Location Assessment

New Location Refile Amend Existing Location Location#: 380146

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:

380146

Expiration Date:

08/28/2022

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: 10299
Name: KUENZLER & FLORA RESERVE COMPANY
Address: 3310 W AQUEDUCT AVE
City: LITTLETON State: CO Zip: 80123

Contact Information

Name: Jake Flora
Phone: (720) 988-5375
Fax: ()
email: jakeflora@yahoo.com

FINANCIAL ASSURANCE

- Plugging and Abandonment Bond Surety ID (Rule 706): 20110010 Gas Facility Surety ID (Rule 711): _____
- Waste Management Surety ID (Rule 704): _____

LOCATION IDENTIFICATION

Name: UPRR Baughman Farms Number: 1
County: CHEYENNE

Quarter: SESE Section: 1 Township: 15S Range: 45W Meridian: 6 Ground Elevation: 4275

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: 681 feet FSL from North or South section line
675 feet FEL from East or West section line

Latitude: 38.770910 Longitude: -102.390460

PDOP Reading: 2.1 Date of Measurement: 04/26/2019

Instrument Operator's Name: Elijah Frane

LOCAL GOVERNMENT INFORMATION

County: CHEYENNE Municipality: N/A

Per § 34-60-106 (1)(f)(I)(A), the following questions pertain to the "local government with jurisdiction to approve the siting of the proposed oil and gas location."

The local government with jurisdiction is: County _____

Does the local government with jurisdiction regulate the siting of Oil and Gas Locations, with respect to this COGCC application? If the local government has waived its right to precede the COGCC in siting determination, indicate by selecting "NO" here and selecting "Waived" below. Yes No

If yes, in checking this box, I hereby certify that an application has been filed with the local government with jurisdiction to approve the siting of the proposed oil and gas location.

The local government siting permit type is: _____

The local government siting permit was filed on: _____

The disposition of the application filed with the local government is: _____

Additional explanation of local process:

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 # |
| <input type="checkbox"/> | _____ | _____ |

FACILITIES

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

| | | | | | | | | | |
|-----------------------|-------|----------------------|-------|----------------------|-------|------------------|-------|-------------------------------|-------|
| Wells | 1 | Oil Tanks* | 2 | Condensate Tanks* | _____ | Water Tanks* | _____ | Buried Produced Water Vaults* | _____ |
| Drilling Pits | _____ | Production Pits* | _____ | Special Purpose Pits | _____ | Multi-Well Pits* | _____ | Modular Large Volume Tanks | _____ |
| Pump Jacks | 1 | Separators* | 1 | Injection Pumps* | _____ | Cavity Pumps* | _____ | Gas Compressors* | _____ |
| Gas or Diesel Motors* | _____ | Electric Motors | 1 | Electric Generators* | _____ | Fuel Tanks* | _____ | LACT Unit* | _____ |
| Dehydrator Units* | _____ | Vapor Recovery Unit* | _____ | VOC Combustor* | _____ | Flare* | _____ | Pigging Station* | _____ |

OTHER FACILITIES*

| <u>Other Facility Type</u> | <u>Number</u> |
|----------------------------|---------------|
| Water Knockout | 1 |

Those facilities indicated by an asterisk () shall be used to determine the distance from the Production Facility to the nearest cultural feature on the Cultural Setbacks Tab.

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

Should the well be successfully completed; two oil tanks and one separator will be located approximately 75 feet to the west of the well head. A buried 3" fiberglass flowline will be installed connecting the wellhead to the above described separator and tank location.

CONSTRUCTION

Date planned to commence construction: 08/25/2019 Size of disturbed area during construction in acres: 0.52
Estimated date that interim reclamation will begin: 03/25/2020 Size of location after interim reclamation in acres: 0.52
Estimated post-construction ground elevation: 4275

DRILLING PROGRAM

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

Is H₂S 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: Commercial Disposal

Cutting Disposal: OFFSITE Cuttings Disposal Method: Commercial Disposal

Other Disposal Description:

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: Leslie & Alice Akers

Phone: _____

Address: PO Box 608

Fax: _____

Address: _____

Email: _____

City: Cheyenne State: CO Zip: 80810
Wells

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 _____

If this Form 2A is associated with Drilling and Spacing Unit applications, list docket number(s): _____

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: | 5280 Feet | 5280 Feet |
| Building Unit: | 5280 Feet | 5280 Feet |
| High Occupancy Building Unit: | 5280 Feet | 5280 Feet |
| Designated Outside Activity Area: | 5280 Feet | 5280 Feet |
| Public Road: | 681 Feet | 675 Feet |
| Above Ground Utility: | 164 Feet | 115 Feet |
| Railroad: | 5280 Feet | 5280 Feet |
| Property Line: | 675 Feet | 670 Feet |
| School Facility:: | 5280 Feet | 5280 Feet |
| School Property Line: | 5280 Feet | 5280 Feet |
| Child Care Center: | 5280 Feet | 5280 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, Designated Outside Activity Area, School Facility, and Child Care Center – as defined in 100 Series Rules.
 -For measurement purposes only, Production Facilities should only include those items with an asterisk(*) on the Facilities Tab.

SCHOOL SETBACK INFORMATION

Was Notice required under Rule 305.a.(4)? Yes No

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.
 - Large UMA Facility – 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: _____

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 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: NRCS Map 13; Fort Collins Loam 0 to 3 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: 1300 Feet

water well: 3073 Feet

Estimated depth to ground water at Oil and Gas Location 13 Feet

Basis for depth to groundwater and sensitive area determination:

DWR Permitted Well 22420 located 3070' East of the UPRR Baughman Farms #1

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: _____

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 _____

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 No pits will be dug and no surface disturbance will occur except for immediately at the wellhead.

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

Signed: _____ Date: 04/29/2019 Email: jakeflora@yahoo.com

Print Name: Jake Flora Title: Petroleum Engineer

Based on the information provided herein, this Oil and Gas Location Assessment complies with COGCC Rules, applicable orders, and SB 19-181 and is hereby approved.

COGCC Approved:  Director of COGCC Date: 8/29/2019

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.

| <u>COA Type</u> | <u>Description</u> |
|-----------------|--------------------|
| | |

Best Management Practices

| <u>No</u> | <u>BMP/COA Type</u> | <u>Description</u> |
|-----------|--|--|
| 1 | Material Handling and Spill Prevention | A pumper will be onsite daily to inspect for leaks to identify any leaks in a timely manner. |
| 2 | Material Handling and Spill Prevention | Operator will construct the production facilities within lined secondary containment to prevent the migration of contaminants into the underlying soils and groundwater in the event of a spill. The secondary containment consists of steel ring berms and an engineered liner. |

Total: 2 comment(s)

Attachment Check List

| <u>Att Doc Num</u> | <u>Name</u> |
|--------------------|--------------------------------|
| 1010688 | OBJECTIVE CRITERIA REVIEW MEMO |
| 1010721 | LOCATION DRAWING |
| 1010722 | HYDROLOGY MAP |
| 1010729 | FACILITY LAYOUT DRAWING |
| 401854397 | FORM 2A SUBMITTED |
| 401856420 | NRCS MAP UNIT DESC |
| 402025184 | ACCESS ROAD MAP |
| 402025188 | TOPO MAP |
| 402025189 | LOCATION PICTURES |
| 402063595 | SURFACE AGRMT/SURETY |

Total Attach: 10 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|-------------------|--|---------------------|
| OGLA | Removed the Related Remote Location as this Location will produce onsite. | 08/29/2019 |
| OGLA | Per Operator request, added 1 water tank to the facilities list. | 08/23/2019 |
| Permit | Final Review Completed. | 08/20/2019 |
| OGLA | <p>Verified with Operator that the acreage will remain at 0.52 acres after interim reclamation to accommodate the production facilities.</p> <p>Changed the distances from the production facilities based on the modification to the production facility location.</p> <p>Changed the Location to Amended Location as this is a re-entry to a plugged and abandoned well on an existing closed Location.</p> | 08/19/2019 |
| OGLA-181 | COGCC staff conducted its technical review of this Form 2A Oil and Gas Location Assessment within the context of SB 19-181 and the required Objective Criteria. This Form 2A met Objective Criteria #5.c, Sensitive Area for Groundwater Resources. | 08/19/2019 |
| OGLA-181 | The Objective Criteria Review Memo (Doc# 1010688) is attached to this Form 2A. Following additional analysis arising out of the Objective Criteria, the Director determined that this application meets the standard for the protection of public health, safety, welfare, the environment and wildlife resources set by SB 19-181. | 08/19/2019 |
| OGLA | COGCC staff reviewed and considered all public comments received for this Form 2A. | 07/12/2019 |
| OGLA | Per Operator request, added the Operator BMP for Material Handling and Spill Prevention. | 07/10/2019 |
| OGLA | <p>Location lies within the East Cheyenne Groundwater Management Area and Northern High Plains Designated Basin. Changed Sensitive Area to YES. Checked the Additional Director Review box.</p> <p>Based on the review of the water well logs within the vicinity of the proposed Location, groundwater has the potential to be shallow. DWR Water Well Permit #22420-F well log reports the first occurrence of groundwater at 13 feet. Changed the estimated depth to groundwater to 13 feet. Operator uses a pitless/closed-loop system to prevent impacts from drilling waste resulting from the use of a drilling pit.</p> <p>Changed the acreage to 0.52 based on the Location Drawing Dimensions.</p> <p>Operator will be constructing the production facilities at the southern extent of the Location. Acreage should now remain at 0.52 acres to accommodate room for the production facilities. Verifying with the Operator. - 08/15/2019</p> | 07/10/2019 |
| Permit | Returned to draft - Facilities tab does not contain a description of all oil/gas or water pipelines. Corrected by operator. | 06/04/2019 |
| Permit | Returned to draft: Operator to complete Local Government Information. This form has not been reviewed for completeness. | 05/30/2019 |

Total: 11 comment(s)