



## OUTCOME NOTICE for WARNING LETTER # 402360295

04/14/2020

PONCHO PRODUCTION COMPANY (#71450)

CARL DEAN

[carl@ranchoil.com](mailto:carl@ranchoil.com)

5299 DTC BLVD #1300

GREENWOOD VILLAGE, CO 80111

Re: Warning Letter #402360295

Date Issued 04/02/2020

PERKINS-THORNBURG 1 (API# 001-07698)

SWSW, 24, 3S, 63W, ADAMS

**This Outcome Notice is to inform you of the status of the violation(s) alleged in the above referenced Warning Letter.**

### Alleged Violation(s) and Required Corrective Action(s):

#### 207.b Bradenhead monitoring

Violation Date: 01/01/2020

Violation Discovery Date: 03/02/2020

Description of Alleged Violation: Pursuant to Rule 207.b. the Director may designate specific fields or portions of fields as bradenhead test areas. By Order 1-232, the Director established a bradenhead monitoring area for wells drilled in the Denver Julesburg Basin in the following counties: Adams, Arapahoe, Boulder, Broomfield, Denver, Jefferson, Larimer and Weld. Order 1-232 imposed certain testing and reporting requirements. Operator is receiving this warning letter because based on COGCC records, COGCC has reason to believe that the well(s) indicated above or in the attached table present one or more compliance issues.

Required Corrective Action: Operator shall review its records to verify if any bradenhead test Form 17 is missing, inaccurate, or incomplete for the referenced well(s). If the bradenhead test mandated by Order 1-232 was performed in 2019, operator shall submit the required documentation by the corrective action deadline. If the bradenhead test has not been performed in 2019, operator shall perform required missing bradenhead test and submit the required documentation by the corrective action deadline.

Operator shall send an email to the COGCC representative indicated below by April 17, 2020, confirming that the required Form 17(s) is submitted, accurate, and up-to-date. Additionally, the email should detail an internal procedure that outlines a timely compliance with Rule 207.b and Order No. 1-232 in the future.

Operator shall reference this warning letter document number in the subject of the email.

Note: This test or missing form is being accepted in lieu of the required 2019 bradenhead test, the



**COLORADO**  
**Oil & Gas Conservation**  
**Commission**

Department of Natural Resources

1120 Lincoln Street, Suite 801  
Denver, CO 80203

[www.colorado.gov/cogcc](http://www.colorado.gov/cogcc)

operator must perform an additional bradenhead test by December 31, 2020 for the 2020 bradenhead test. By issuing this Warning Letter regarding the submission of delinquent reporting Staff does not intend to provide the Operator the opportunity to resolve an alleged violation(s), where bradenhead testing has not been performed, without the imposition of a penalty, pursuant to Rule 522.c.(1).

Corrective Action Deadline Date: 04/17/2020

Corrective Action Performed by Operator

Description: Operator has conducted requested bradenhead testing and has emailed required documentation. Closing warning letter

Completion Date: 04/13/2020

**Outcome of Warning Letter # 402360295: No Further Action Required**

Operator has conducted requested bradenhead testing and has emailed required documentation. Closing warning letter

**Other Violations:**

If COGCC has reasonable cause to believe that PONCHO PRODUCTION COMPANY has additional violations not addressed through the above referenced Warning Letter, the COGCC may issue a Notice of Alleged Violation and seek penalties pursuant to

§ 34-60-121, C.R.S. and Rule 523, COGCC Rules of Practice and Procedure, 2 CCR 404-1. COGCC may or may not elect to issue Warning Letters for additional instances of non-compliance based on the guidance of the COGCC Enforcement Guidance and Penalty Policy (Corrected 4/8/2015) and COGCC Rules.

Sincerely,

Ted Dinku  
Engineering Tech  
(303) 894-2100x5144  
[ted.dinku@state.co.us](mailto:ted.dinku@state.co.us)

**Attachments**

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

**Document Number**    **Description**

402360295	WARNING LETTER OUTCOME NOTICE
402360297	WARNING LETTER DOCUMENTATION
402360304	WARNING LETTER ISSUED

Total Attach: 3 Files