



COLORADO
Oil & Gas Conservation
Commission

Department of Natural Resources

1120 Lincoln Street, Suite 801
Denver, CO 80203

www.colorado.gov/cogcc

WARNING LETTER # 402377748

04/22/2020

EDGE ENERGY II LLC (# 10671)

STEVE ENGER

senger@edgeenergy1.com

1301 WASHINGTON AVE SUITE300
GOLDEN, CO 80401-6138

Deporter 28-27-2H (API# 123-47488)
NENE, 29, 11N, 66W, WELD

This Warning Letter is to inform you that EDGE ENERGY II LLC (“Operator”) may be in violation of the rules and regulations of the Colorado Oil and Gas Conservation Commission (“COGCC”) and corrective action is required.

COGCC has reasonable cause to believe that Operator has committed one or more violations of the Oil and Gas Conservation Act, or of a rule, regulation, or order of the Commission, or of a permit issued by the Commission. Operator is required to comply with this Warning Letter by the **Corrective Action Deadline Date(s)** to resolve the alleged violation(s). Failure to do so will result in the issuance of a Notice of Alleged Violation and initiation of enforcement proceedings in which COGCC will seek monetary penalties for the alleged violations pursuant to § 34-60-121, C.R.S. and Rule 523, COGCC Rules of Practice and Procedure, 2 CCR 404-1.

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

205A Hydraulic Fracturing Chemical Disclosure

Violation Date: 02/18/2020

Violation Discovery Date: 04/16/2020

Description of Alleged Violation: Operator is receiving this letter because, based on COGCC records, COGCC has reason to believe the Well(s) indicated above and/or in the attached table present one or more compliance issues. Operator should review its records to verify if any FracFocus disclosures were late or are still outstanding for these Wells.

Pursuant to Rule 205A., Operator is required to complete the chemical disclosure registry form and post the form on the chemical disclosure registry within 60 days following the conclusion of a hydraulic fracturing treatment.

If Operator failed to submit the required disclosures to FracFocus within 60 days of concluding a hydraulic fracturing treatment, Operator violated Rule 205A.

Required Corrective Action: Operator shall promptly submit any delinquent disclosures to FracFocus. Operator shall send an email to the COGCC Representative indicated below, confirming that all disclosures required under Rule 205A. have been submitted and detailing an internal procedure for timely



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compliance with Rule 205A. in the future. Operator shall reference this Warning Letter document number in the subject of the email.

Corrective Action Deadline Date: 05/06/2020

312 Certificate of Clearance and/or Change of Operator

Violation Date: 03/01/2020

Violation Discovery Date: 04/16/2020

Description of Alleged Violation: 312. COGCC Form 10. CERTIFICATE OF CLEARANCE AND/OR CHANGE OF OPERATOR

a. Each operator of any oil or gas well completed after April 30, 1956, shall file with the Director, within thirty (30) days after initial sale of oil or gas a Certificate of Clearance and/or Change of Operator, Form 10, in accordance with the instructions appearing on such form, for each well producing oil or gas or both oil and gas. A Form 10 shall be filed for any well from which oil, gas or other hydrocarbon is being produced.

A Form 10 shall be filed within thirty (30) days should the oil transporter (first purchaser) and/or the gas gatherer (first purchaser) change. In addition, within fifteen (15) days of an operator change for any well, a Form 10 shall be filed with a filing and service fee as set by the Commission. (See Appendix III)

Required Corrective Action: A Form 10 Certificate of Clearance shall be filed for this well. Gas gatherer and oil transporter information shall be included with the Form 10.

Corrective Action Deadline Date: 05/06/2020

How to Comply with Warning Letter:

Operator shall complete the Required Corrective Action(s) above within the deadline(s) provided. Upon completion of the Corrective Action(s), Operator shall provide notice and evidence of completion to the COGCC staff identified below by the Corrective Action Deadline Date(s):

COGCC Representative: Diana Burn

Email: diana.burn@state.co.us

Title: Eastern Region Engineerin

Phone Num: (303) 894-2100x5106

If you have any questions about this Warning Letter, please contact the COGCC Representative identified above.

Failure to Comply with Warning Letter:

If Operator fails to perform Required Corrective Action(s) on or before the Corrective Action Deadline Date(s) stated above COGCC will 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.

Disclaimers:

If the alleged violation(s) in this Warning Letter are the subject of previously issued Notice(s) of Alleged Violation ("NOAV") or Enforcement Order(s) ("Order"), Operator's obligations and the corrective actions and deadlines in such NOAV or Order stand and are not affected by this Warning Letter.

If issued in error, the Enforcement Unit reserves the right to rescind this Warning Letter prior to the COGCC Representative's receipt of Operator's notice and evidence of completion of the Corrective Action.



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All well data, rules and forms are available on our website at www.colorado.gov/cogcc.

Sincerely,

Diana Burn
Eastern Region Engineerin

Attachments

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

<u>Document Number</u>	<u>Description</u>

<u>Document Number</u>	<u>Description</u>

Total Attach: 0 Files