

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:
401811692
Date Issued:
10/26/2018
Date Resolved:

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: 10454
Name of Operator: PETROSHARE CORPORATION
Address: 9635 MAROON CIRCLE #400
City: ENGLEWOOD State: CO Zip: 80112

Contact Name and Telephone:
Name: MEGHAN GRIMES
Phone: (303) 500-1160 Fax: ()
Email: mgrimes@petrosharecorp.com

Well Location, or Facility Information (if applicable):

API Number: 05- - -00 Facility or Location ID: 319709
Name: STATE OF COLORADO AB-62S66W Number: 16NESE
QtrQtr: NESE Sec: 16 Twp: 2S Range: 66W Meridian: 6
County: ADAMS

ALLEGED VIOLATION

Rule: 303.b.
Rule Description: 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.b.(1).(B), Petroshare Corporation ("Operator") is required to obtain COGCC approval of an Oil and Gas Location Assessment ("Form 2A") prior to modifying or expanding an existing oil and gas location.
On February 26, 2018, COGCC Staff inspected the State of Colorado AB-62S66W ("Location") (Field Inspection Report No. 688500022). During the inspection, COGCC Staff observed that Operator had modified and expanded the existing Location by moving two above ground oil storage tanks, a partially buried vessel, a horizontal separator, and other equipment approximately 1,500 feet to the southeast.
Operator modified and expanded an existing oil and gas Location without obtaining COGCC approval of a Form 2A for such action, violating Rule 303.b.(1).(B).
Abatement or Corrective Action Required to be Performed by Operator: _____ Corrective Action Due Date: 12/28/2018
Proper and timely abatement does not preclude the assessment of penalties and an Order Finding Violation.
Operator shall perform an audit of all existing Oil and Gas Locations to determine whether the current surface disturbance of each

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. An answer will, at a minimum, discuss the allegations contained in the NOAV, responding to each; identify corrective actions taken in response to the NOAV, if any; and identify facts known to the operator at the time that are relevant to the operator's response to the alleged violations. Hard copy answers are filed with the Commission Secretary at the Commission's Denver office and should also be emailed to dnr_cogccenforcement@state.co.us.

NOAV ISSUED

NOAV Issue Date: 10/26/2018

COGCC Representative Signature: _____

COGCC Representative: Kira Gillette

Email: kira.gillette@state.co.us

Title: NOAV Specialist

Phone Num: (303) 894-2100

CORRECTIVE ACTION COMPLETED

Rule: 303.b.

Rule Description: Form 2A, Oil and Gas Location Assessment

Corrective Action Start Date: _____

Corrective Action Complete Date: _____

Has corrective action for this violation been performed as required? Yes

Description of Actual Corrective Action Performed by Operator

NOAV closed pursuant to Order 1V-696.

FINAL RESOLUTION

Cause #: 1V Order #: 696 Docket #: 190600477

Enforcement Action: Administrative Order of Consent

Final Resolution Date: 06/18/2019

Final Resolution Comments:

NOAV closed pursuant to Order 1V-696.

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>
401811793	NOAV COVER LETTER
401811794	NOAV CERTIFIED MAIL RECEIPT
401811831	NOAV ISSUED
401811986	NOAV IN PROCESS
401970307	NOAV CERTIFIED MAIL RETURN RECEIPT

Total Attach: 5 Files