

FORM  
2

Rev  
05/22

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:

402988840

(SUBMITTED)

Date Received:

09/25/2022

APPLICATION FOR PERMIT TO

☒ Drill ☐ Deepen ☐ Re-enter ☐ Recomplete and Operate

Amend ☐

TYPE OF WELL OIL ☐ GAS ☒ COALBED ☐ OTHER: \_\_\_\_\_

Refile ☐

ZONE TYPE SINGLE ZONE ☐ MULTIPLE ZONES ☒ COMMINGLE ZONES ☒

Sidetrack ☐

Well Name: FEDERAL

Well Number: RG 512-18-297

Name of Operator: TEP ROCKY MOUNTAIN LLC

COGCC Operator Number: 96850

Address: 1058 COUNTY ROAD 215

City: PARACHUTE

State: CO

Zip: 81635

Contact Name: Jeff Kirtland

Phone: (970)263-2736

Fax: ( )

Email: jkirtland@terraep.com

FINANCIAL ASSURANCE FOR PLUGGING, ABANDONMENT, AND RECLAMATION

COGCC Financial Assurance

☐ The Operator has provided or will provide Financial Assurance to the COGCC for this Well.

Surety ID Number (if applicable): \_\_\_\_\_

Federal Financial Assurance

☒ In checking this box, the Operator certifies that it has provided or will provide at least this amount of Financial Assurance to the federal government for this Well. (Per Rule702.a.)

Amount of Federal Financial Assurance \$ \_\_\_\_\_

WELL LOCATION INFORMATION

Surface Location

QtrQtr: LOT 12 Sec: 13 Twp: 2S Rng: 98W Meridian: 6

FNL/FSL

FEL/FWL

Footage at Surface: 959 Feet FSL 1070 Feet FEL

Latitude: 39.871815

Longitude: -108.337927

GPS Data:

GPS Quality Value: 1.5

Type of GPS Quality Value: PDOP

Date of Measurement: 07/21/2021

Ground Elevation: 6667

Field Name: SULPHUR CREEK

Field Number: 80090

Well Plan: is ☒ Directional ☐ Horizontal (highly deviated) ☐ Vertical

If Well plan is Directional or Horizontal attach Deviated Drilling Plan and Directional Data.

Subsurface Locations

Top of Productive Zone (TPZ)

Sec: 18 Twp: 2S Rng: 97W

Footage at TPZ: 2632 FNL 1011 FWL

Measured Depth of TPZ: 7025

True Vertical Depth of TPZ: 6587

FNL/FSL

FEL/FWL

**Base of Productive Zone (BPZ)**Sec: 18 Twp: 2S Rng: 97WFootage at BPZ: 2632 FNL 1011 FWLMeasured Depth of BPZ: 12368True Vertical Depth of BPZ: 11887 FNL/FSL FEL/FWL**Bottom Hole Location (BHL)**Sec: 18 Twp: 2S Rng: 97WFootage at BHL: 2632 FNL 1011 FWL

FNL/FSL

FEL/FWL

**LOCAL GOVERNMENT PERMITTING INFORMATION**County: RIO BLANCOMunicipality: N/A

Is the Surface Location of this Well in an area designated as one of State interest and subject to the requirements of §

24-65.1-108 C.R.S.? No

Per § 34-60-106(1)(f)(I)(A) C.R.S., the following questions pertain to the Relevant Local Government approval of the siting of the proposed Oil and Gas Location.

SB 19-181 provides that when "applying for a permit to drill," operators must include proof that they sought a local government siting permit and the disposition of that permit application, or that the local government does not have siting regulations. § 34-60-106(1)(f)(I) (A) C.R.S.

Does the Relevant Local Government regulate the siting of Oil and Gas Locations, with respect to this Location? ☒ 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 disposition of the application filed with the Relevant Local Government is: Approved Date of Final Disposition: 04/29/2022Comments: Rio Blanco County Oil or Gas Well Pad Special Use/Building Permit: COGW-0002-22**SURFACE AND MINERAL OWNERSHIP AT WELL'S OIL & GAS LOCATION**Surface Owner of the land at this Well's Oil and Gas Location: ☐ Fee ☐ State ☒ Federal ☐ IndianMineral Owner beneath this Well's Oil and Gas Location: ☐ Fee ☐ State ☒ Federal ☐ Indian

Surface Owner Protection Bond (if applicable):

Surety ID Number (if applicable):

**MINERALS DEVELOPED BY WELL**

The ownership of all the minerals that will be developed by this Well is (check all that apply):

☐ Fee☐ State☒ Federal☐ Indian☐ N/A

## LEASE INFORMATION

Using standard QtrQtr, Section, Township, Range format describe one entire mineral lease as follows:

\* If this Well is within a unit, describe a lease that will be developed by the Well.

\* If this Well is not subject to a unit, describe the lease that will be produced by the Well.

(Attach a Lease Map or Lease Description or Lease if necessary.)

T2S-R97W  
SEC 18: S2NE4, E2W2, SE4, LOTS 1-4  
T2S-R98W  
SEC 12: N2SW4, S2NW4, SW4NE4, NE4NW4, LOTS 17-20  
SEC 13: LOTS 1-12, SW4  
SEC 14: E2SE4, LOTS 1, 8  
SEC 23: E2NE4, N2SE4, SW4NE4  
SEC 24: N2, N2S2

Total Acres in Described Lease: 2371

Described Mineral Lease is: ☐ Fee ☐ State ☒ Federal ☐ Indian

Federal or State Lease # COC0003453

## SAFETY SETBACK INFORMATION

Distance from Well to nearest:

Building: 5280 Feet  
Building Unit: 5280 Feet  
Public Road: 4843 Feet  
Above Ground Utility: 5126 Feet  
Railroad: 5280 Feet  
Property Line: 4970 Feet

### INSTRUCTIONS:

- Specify all distances per Rule 308.b.(1).
- 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 – as defined in 100 Series Rules.

## OBJECTIVE FORMATIONS

Objective Formation(s)	Formation Code	Spacing Order Number(s)	Unit Acreage Assigned to Well	Unit Configuration (N/2, SE/4, etc.)
ILES	ILES	1-229		
WILLIAMS FORK	WMFK	1-229		

Federal or State Unit Name (if appl): \_\_\_\_\_

Unit Number: \_\_\_\_\_

## SUBSURFACE MINERAL SETBACKS

Enter 5280 for distance greater than 1 mile.

Is this Well within a unit? No

If YES:

Enter the minimum distance from the Completed Zone of this Well to the Unit Boundary: \_\_\_\_\_ Feet

Enter the minimum distance from the Completed Zone of this Well to the Completed Zone of an offset Well within the same unit permitted or completed in the same formation: \_\_\_\_\_ Feet

If NO:

Enter the minimum distance from the Completed Zone of this Well to the Lease Line of the described lease: 2122 Feet

Enter the minimum distance from the Completed Zone of this Well to the Completed Zone of an offset Well producing from the same lease and permitted or completed in the same formation: 349 Feet

## Exception Location

☐ If this Well requires the approval of a Rule 401.c Exception Location, enter the Rule or spacing order number and attach the Exception Location Request and Waivers. \_\_\_\_\_

## SPACING & FORMATIONS COMMENTS

## DRILLING PROGRAM

Proposed Total Measured Depth: 12368 Feet

TVD at Proposed Total Measured Depth 11887 Feet

Distance from the proposed wellbore to nearest existing or proposed wellbore belonging to another operator, including plugged wells:

Enter distance if less than or equal to 1,500 feet: 520 Feet ☐ No well belonging to another operator within 1,500 feet

Will a closed-loop drilling system be used? Yes

Is H<sub>2</sub>S gas reasonably expected to be encountered during drilling operations at concentrations greater than or equal to 100 ppm? No If yes, attach an H<sub>2</sub>S Drilling Plan unless a plan was already submitted with the Form 2A per Rule 304.c.(10).

Will there be hydraulic fracture treatment at a depth less than 2,000 feet in this well? No

Will salt sections be encountered during drilling? No

Will salt based (>15,000 ppm Cl) drilling fluids be used? No

Will oil based drilling fluids be used? No

BOP Equipment Type: ☒ Annular Preventor ☒ Double Ram ☒ Rotating Head ☐ None

Beneficial reuse or land application plan submitted? No

Reuse Facility ID: \_\_\_\_\_ or Document Number: \_\_\_\_\_

**CASING PROGRAM**

<u>Casing Type</u>	<u>Size of Hole</u>	<u>Size of Casing</u>	<u>Grade</u>	<u>Wt/Ft</u>	<u>Csg/Liner Top</u>	<u>Setting Depth</u>	<u>Sacks Cmt</u>	<u>Cmt Btm</u>	<u>Cmt Top</u>
CONDUCTOR	30	20	X-65	78.67	0	80	230	80	0
SURF	17+1/2	13+3/8	J-55	54.5	0	1364	445	1364	0
1ST	12+1/4	9+5/8	J-55	36	0	3141	154	3141	2141
2ND	8+3/4	4+1/2	P-110	11.6	0	12368	993	12368	6825

☐ Conductor Casing is NOT planned

**POTENTIAL FLOW AND CONFINING FORMATIONS**

<u>Zone Type</u>	<u>Formation /Hazard</u>	<u>Top M.D.</u>	<u>Top T.V.D.</u>	<u>Bottom M.D.</u>	<u>Bottom T.V.D.</u>	<u>TDS (mg/L)</u>	<u>Data Source</u>	<u>Comment</u>
Groundwater	UINTA	30	30	888	880	501-1000	Produced Water Sample	
Groundwater	GRRV	888	880	1044	1030	501-1000	Produced Water Sample	
Subsurface Hazard	GRRV A GROOVE	1044	1030	1245	1220			
Subsurface Hazard	GRRV B GROOVE	1245	1220	1579	1530			
Subsurface Hazard	GRRV DISSOLUTION SURF	1579	1530	2322	2220			Potential Loss Zone
Confining Layer	GARDEN GULCH	2322	2220	2516	2400			
Confining Layer	GRRV ORANGE	2516	2400	2602	2480			
Confining Layer	U WASATCH	2602	2480	4885	4600			
Hydrocarbon	G SAND	4885	4600	5332	5015			Potential Loss Zone/Non-Productive Zone
Hydrocarbon	FT UNION	5332	5015	6178	5800			
Confining Layer	L WASATCH	6178	5800	7025	6587			
Hydrocarbon	OHIO CREEK	7025	6587	7782	7307			
Hydrocarbon	U MESAVERDE	7782	7307	8588	8107			
Hydrocarbon	KMVGAS	8588	8107	10158	9677			
Hydrocarbon	CAMEO	10158	9677	10888	10407			
Hydrocarbon	ROLLINS	10888	10407	11038	10557			
Hydrocarbon	COZZETTE	11038	10557	11363	10882			
Hydrocarbon	CORCORAN	11363	110882	11623	11142			
Hydrocarbon	UPPER SEGO	11623	11142	11868	11387			
Hydrocarbon	LOWER SEGO	11868	11387	12368	11887			

**OPERATOR COMMENTS AND SUBMITTAL**

Comments: Nearest permitted or completed well in same formation: Federal RG 13-18-297 (Doc #402988839).

The Federal OG Colo 03435 # 9 well (05-103-05161) was used for the distance from the proposed wellbore to nearest existing or proposed wellbore belonging to another operator (AC Report).

OGDP Application (Docket #220500097) and Form 2A (Doc #402932454) approved on 09/21/2022.

This application is in a Comprehensive Area Plan No CAP #: \_\_\_\_\_

Oil and Gas Development Plan Name Ryan Gulch Phase 2 OGDP ID#: 482485

Location ID: 315513



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

Signed: \_\_\_\_\_

Print Name: Melissa Luke

Title: Regulatory Specialist

Date: 9/25/2022

Email: mluke@terraep.com

Based on the information provided herein, this Application for Permit-to-Drill complies with COGCC Rules, applicable orders, and SB 19-181 and is hereby approved.

COGCC Approved: \_\_\_\_\_

Director of COGCC Date: \_\_\_\_\_

Expiration Date: \_\_\_\_\_

API NUMBER

05

### Conditions Of Approval

All representations, stipulations and conditions of approval stated in the Form 2A for this location shall constitute representations, stipulations and conditions of approval for this Form 2 Permit-to-Drill and are enforceable to the same extent as all other representations, stipulations and conditions of approval stated in this Permit-to-Drill.

#### COA Type

#### Description

### Best Management Practices

#### No BMP/COA Type

#### Description

1	Drilling/Completion Operations	Alternative Logging Program: One of the first wells drilled on this pad will be logged with an open-hole resistivity log with gamma-ray, from TD into the 9 5/8" casing shoe. All wells on the pad will have a cement bond log (CBL) with gamma-ray run on production casing (or on intermediate casing if production liner is run) into the surface casing. The Form 5, Completion Report, for each well on the pad will list all logs run and have those logs attached. The Form 5 for a well without open-hole logs will state "Alternative Logging Program - No open-hole logs were run" and will clearly identify the type of log and the well (by API#) in which open-hole logs were run.
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Total: 1 comment(s)

### Attachment List

#### Att Doc Num

#### Name

403046829	WELL LOCATION PLAT
403046831	DEVIATED DRILLING PLAN
403046836	DIRECTIONAL DATA
403052691	OffsetWellEvaluations Data

Total Attach: 4 Files

### General Comments

#### User Group

#### Comment

#### Comment Date

		Stamp Upon Approval
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Total: 0 comment(s)

## **Public Comments**

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

