

State of Colorado
Energy & Carbon Management Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Document Number:
402453646
Date Issued:
08/18/2020
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: 10227	Contact Name and Telephone:
Name of Operator: CHOLLA PETROLEUM INC	Name: THOMAS OBENCHAIN
Address: 6688 N CENTRAL EXPRESSWAY 1610	Phone: (214) 692-7052 Fax: ()
City: DALLAS State: TX Zip: 75206	Email: tao@chollapetro.com

Well Location, or Facility Information (if applicable):

API Number: 05-099-06877-00	Facility or Location ID: 271046
Name: LUKIE-DO	Number: 1-24
QtrQtr: NWSE Sec: 24	Twp: 21S Range: 47W Meridian: 6
County: PROWERS	

ALLEGED VIOLATION

Rule: 309	
Rule Description: Operator's Monthly Report of Operations	
Initial Discovery Date: 05/15/2020	Was this violation self-reported by the operator? No
Date of Violation: 05/15/2020	Approximate Time of Violation:
Was this a discrete violation of obvious duration? Unknown	
Description of Alleged Violation:	
<p>Pursuant to Rule 309, Operator shall report every existing oil and gas well that is not plugged and abandoned on the Operator's Monthly Report of Operations ("Form 7"), within 45 days after the end of each month. Operator shall report each well every month from the month it is spud until it has been reported for one month as abandoned. Operator is required to report each formation that is completed in a well every month from the time that it is completed until one month after abandonment.</p> <p>COGCC Staff conducted an audit of COGCC records for March 2020 and found the Form 7 reporting for the well is missing or incorrect, violating Rule 309.</p>	
Abatement or Corrective Action Required to be Performed by Operator:	Corrective Action Due Date: 09/17/2020
Proper and timely abatement does not preclude the assessment of penalties and an Order Finding Violation.	
<p>By the Corrective Action Due Date, Operator shall audit its Form 7 reporting and the COGCC records for the well and shall submit a complete and accurate Form 7 report for the well.</p> <p>In its Rule 522.d.(2) Answer, due within 28 days of the Operator's receipt of the NOAV, Operator shall report to the Commission the well for which the Form 7 has been submitted (but not approved) or not submitted. Operator's Answer shall also include a discussion</p>	

of the procedural changes that Operator is implementing to ensure that complete and accurate Form 7s for all of Operator's wells are timely filed in the future.

Operator shall submit its NOAV Answer by email to the following (a hardcopy is not necessary):

dnr_cogccenforcement@state.co.us
teri.ikenouye@state.co.us

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. Hard copy answers are filed with the Commission Secretary at the Commission's Denver office and should also be emailed to dnr_ecmc_enforcement@state.co.us.

NOAV ISSUED

NOAV Issue Date: 08/18/2020

COGCC Representative Signature: _____

COGCC Representative: Trent Lindley

Email: trent.lindley@state.co.us

Title: NOAV Specialist

Phone Num: (303) 894-2100x5143

CORRECTIVE ACTION COMPLETED

Rule: 309

Rule Description: Operator's Monthly Report of Operations

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 resolved pursuant to Order 1V-866.

FINAL RESOLUTION

Cause #: 1V

Order #: 866

Docket #: 230100013

Enforcement Action: Administrative Order of Consent

Final Resolution Date: 05/17/2023

Final Resolution Comments:

NOAV resolved pursuant to Order 1V-866.

ATTACHMENT LIST

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

Document Number	Description
402469585	NOAV ISSUED
402469586	NOAV CERTIFIED MAIL RECEIPT

402469591	NOAV IN PROCESS
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Total Attach: 3 Files