

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:
403658934

Date Issued:
01/18/2024

NOTICE OF ALLEGED VIOLATION - ISSUED

Per Rule 523, 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 525, 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: <u>10299</u>	Contact Name and Telephone:
Name of Operator: <u>KUENZLER & FLORA RESERVE COMPANY</u>	Name: <u>ZANE KUENZLER</u>
Address: <u>2721 GOLF COURSE LANE ATTN: ZANE KUENZLER</u>	Phone: <u>(720) 261-2019</u> Fax: <u>()</u>
City: <u>CORTEZ</u> State: <u>CO</u> Zip: <u>81321</u>	Email: <u>zanekuenzler@kfrcorp.com</u>

Well Location, or Facility Information (if applicable):

API Number: 05- - -00 Facility or Location ID: _____
 Name: _____ Number: _____
 QtrQtr: _____ Sec: _____ Twp: _____ Range: _____ Meridian: _____
 County: _____

ALLEGED VIOLATION

Rule: 702.
 Rule Description: Financial Assurance Plan

Initial Discovery Date: 02/01/2023 Was this violation self-reported by the operator? No
 Date of Violation: 02/01/2023 Approximate Time of Violation: _____
 Was this a discrete violation of obvious duration? Yes

Description of Alleged Violation:

Pursuant to Rule 702.b., your entity was required to file a Form 3, Financial Assurance Plan by no later than 2/1/2023.

As of today's date, CECMC Records indicate that your entity has not filed a Form 3, Financial Assurance Plan, violating Rule 702.b.

CECMC Representative Signature for Issued NOAV: /S/ Trent Lindley

Abatement or Corrective Action Required to be Performed by Operator: _____ Corrective Action Due Date: 01/18/2024

Proper and timely abatement does not preclude the assessment of penalties and an Order Finding Violation.

Your entity must file a Form 3, Financial Assurance Plan immediately.

PENALTY

Penalties for violations alleged in this NOAV will be calculated pursuant to Rule 525, with daily penalties accruing pursuant to Section 34-60-121(1), C.R.S.

ANSWER

Pursuant to Rule 523.c.(2), the operator must file an Answer to this NOAV within 28 days of its receipt, or a default judgment may be entered. Answers are filed by email to dnr_ecmc_enforcement@state.co.us.

NOAV ISSUED

NOAV Issue Date: 01/18/2024

COGCC Representative Signature: _____

COGCC Representative: Trent Lindley

Title: NOAV Specialist

Email: trent.lindley@state.co.us

Phone Num: (303) 894-2100x5143

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>
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403658937	NOAV CERTIFIED MAIL RECEIPT
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Total Attach: 1 Files