



COLORADO

Energy & Carbon Management Commission

Department of Natural Resources

1120 Lincoln Street, Suite 801
Denver, CO 80203

www.colorado.gov/ecmc

WARNING LETTER # 403661904

03/01/2024

WAPITI OPERATING LLC (# 10351)
RANDY L MADISON
rmadison@wapitienergy.com

1251 LUMPKIN RD
HOUSTON, TX 77043

VPR C 39 (API# 071-06946)
NWSE, 4, 35S, 66W, LAS ANIMAS

This Warning Letter is to inform you that WAPITI OPERATING LLC (“Operator”) may be in violation of the rules and regulations of the Colorado Energy and Carbon Management Commission (“ECMC”) and corrective action is required.

ECMC 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 ECMC will seek monetary penalties for the alleged violations pursuant to § 34-60-121, C.R.S. and Rule 525, ECMC Rules of Practice and Procedure, 2 CCR 404-1.

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

34-60-121(1) CRS-b Statutory Violation - Permit Violation

Violation Discovery Date: 01/19/2024

Description of Alleged Violation: According to Form 4 doc# 400898442 approved 2/22/2016, the maximum injected fluid volume was limited to 36,000,000 barrels.

As of Jan 19th 2024, Operator’s cumulative form 7 reports of injected volumes totaled 36,063,088 barrels of water.

Required Corrective Action: Answer, due within 14 days of the Operator's receipt of the warning letter, Operator shall provide the following to ECMC:

- Well over the maximum limits is to be shut in.
- Well will be brought into compliance or plugged and abandoned.

Corrective Action Deadline Date: 03/15/2024



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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 ECMC staff identified below by the Corrective Action Deadline Date(s):

COGCC Representative: Haverkamp, Curtis Title: Underground Injection Co
Phone Num: (720) 786-5560x

Email: curtis.haverkamp@state.co.us

If you have any questions about this Warning Letter, please contact the ECMC 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 ECMC will issue a Notice of Alleged Violation and seek penalties pursuant to § 34-60-121, C.R.S. and Rule 525, ECMC 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 ECMC Representative's receipt of Operator's notice and evidence of completion of the Corrective Action.

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

Sincerely,

Haverkamp, Curtis
Underground Injection Co

Attachments

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

Document Number Description

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

Total Attach: 0 Files