



# COLORADO

## Energy & Carbon Management Commission

Department of Natural Resources

1120 Lincoln Street, Suite 801  
Denver, CO 80203

[www.colorado.gov/ecmc](http://www.colorado.gov/ecmc)

### WARNING LETTER # 403899833

08/25/2024

EWS 2 DJ BASIN LLC (# 10641)

JIM GODDARD

[jgoddard@expedition-water.com](mailto:jgoddard@expedition-water.com)

2015 CLUBHOUSE DR SUITE 201

GREELEY, CO 80634

SWSE, 35, 6N, 65W, WELD

**This Warning Letter is to inform you that EWS 2 DJ BASIN 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):**

807 Form 26, Source of Produced Water for Disposal

Violation Date: 08/25/2024

Violation Discovery Date: 08/25/2024

Description of Alleged Violation: a. The Operator of a Class II UIC Well will submit a Form 26, Source of Produced Water for Disposal, before commencing injection into the Well(s).

b. The Operator of a Class II UIC Well will submit a new Form 26 within 90 days after any change in source water by addition of new source Wells or the deletion of existing source Wells.

Source well 121-11100 Denova 1 had a rig release date of 5/15/2023 and no flowback activity for this well (no on site storage constructed) - the Form 26 received was created 7/11/2024 - documentation of source well did not occur within the 90 day requirement of Rule 807. Source well 001-10224 complete 2021.

Required Corrective Action: Operator will provide actual dates of receipt of produced or waste water from these wells. Additionally, operator will provide an internal audit of processes to assure that all source wells have been reported and provide a process that going forward sources will be reported timely as required by rule.

Corrective Action Deadline Date: 09/13/2024



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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):

ECMC Representative: Burn, Diana  
Email: [diana.burn@state.co.us](mailto:diana.burn@state.co.us)

Title: Engineering Manager  
Phone Num: (303) 918-6320x

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/ecmc](http://www.colorado.gov/ecmc).

Sincerely,

Burn, Diana  
Engineering Manager

### **Attachments**

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

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

Total Attach: 0 Files