## BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE **720-ACRE** DESIGNATED WELLBORE SPACING UNIT IN SECTIONS 13. 14 AND 15, TOWNSHIP 3 NORTH, RANGE 68 WEST, 6TH P.M., FOR THE CODELL FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

#### **APPLICATION**

COMES NOW Kerr-McGee Oil & Gas Onshore LP ("Applicant"), by its attorneys, Jost & Shelton Energy Group, P.C., and makes this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order to pool all interests within an approximate 720-acre wellbore spacing unit for the drilling of the Kerbs 32C-14HZ Well, (API No. 05-123-38184) ("Well") for the development of the Codell Formation on the following described lands:

Township 3 North, Range 68 West, 6th P.M.

Section 13: S½N½, N½S½ Section 14: S½N½, N½S½

Section 15: SE¼NE¼, NE¼SE¼

Weld County, Colorado (hereinafter "Application Lands").

In support thereof, Applicant states and alleges as follows:

- 1. Applicant is a corporation duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
  - 2. Applicant owns certain leasehold interests in the Application Lands.
- 3. On February 19, 1992, the Commission entered Order No. 407-87 (amended August 20, 1993), which among other things, established 80-acre drilling and spacing units for the production of oil and/or gas from the Niobrara Formation underlying certain lands, with the permitted well locations in accordance with the provisions of Order No. 407-1 and allowed downhole commingling of production from the Codell and Niobrara Formations.
- 4. On April 27, 1998, the Commission adopted Rule 318A, which, among other things, allowed certain drilling locations to be utilized to drill or twin a well,

deepen a well or recomplete a well and to commingle any or all of the Cretaceous Age Formations from the base of the Dakota Formation to the surface. On December 5, 2005, Rule 318A was amended to allow interior infill and boundary wells to be drilled and wellbore spacing units to be established. On August 8, 2011, Rule 318A was again amended to, among other things, address drilling of horizontal wells.

- 5. Applicant designated the 720-acre wellbore spacing unit, as defined below, for the production of oil, gas, and associated hydrocarbons from the Codell Formation pursuant to Rule 318A. and notified the appropriate parties under Rule 318A.
- 6. Applicant, pursuant to Commission Rule 530 and/or the provisions of C.R.S. § 34-60-116 (6) and (7), hereby requests an order to pool all interests, including but not limited to, any nonconsenting interests, in the Application Lands in the Codell Formation underlying the following approximate 720-acre designated wellbore spacing unit:

Township 3 North, Range 68 West, 6th P.M.

Section 13: S½N½, N½S½ Section 14: S½N½, N½S½

Section 15: SE¼NE¼, NE¼SE¼

(hereafter "Wellbore Spacing Unit").

- 7. Applicant requests that the Commission's pooling order be made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b) are first incurred for the drilling of the Well to the Codell Formation on the Application Lands.
- 8. Applicant certifies that copies of this Application will be served on all persons owning an interest in the mineral estate of the tracts to be pooled within seven (7) days of the date hereof, as required by Rule 507.b(2), and that at least thirty (30) days prior to the hearing on this matter, each such interest owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the Well, and will be provided with the information required by Rule 530 as applicable. The list of such interested parties is attached hereto as Exhibit A.
- 9. That in order to prevent waste and to protect correlative rights, all interests in the Wellbore Spacing Unit should be pooled for the orderly development of the Codell Formation, including any nonconsenting interests therein.

WHEREFORE, Applicant requests that this matter be set for hearing at the next available opportunity, that notice be given as required by law, and that upon such hearing, the Commission enter its order:

A. Pooling all interests in the Application Lands and the Wellbore Spacing Unit for the development of the Codell Formation.

- B. Providing that the Commission's pooling order is made effective as of the earlier of the date of this Application, or the date that any of the costs specified in C.R.S. § 34-60-116(7)(b) are first incurred for the drilling of the Well in the Wellbore Spacing Unit to the Codell Formation on the Application Lands.
- C. Providing that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the Well are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(6) and (7), and made subject to the cost recovery provisions thereof with respect to the Well drilled to develop the Codell Formation in the Wellbore Spacing Unit comprising the Application Lands.
- D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in March 2014, that notice be given as required by law, and that upon such hearing, the Commission enter its order consistent with Applicant's request as set forth above.

Dated: January 16, 2014.

Respectfully submitted:

Kerr-McGe Oil & Gas Onshore LP/

Ву:

Jamie L. Jost Joseph M. Evers

Jost & Shelton Energy Group, P.C.

Attorneys for Applicant 1675 Larimer St., Suite 1400 Denver, Colorado 80202

(720) 379-1812

Applicant's Address:

Kerr-McGee Oil & Gas Onshore LP

ATTN: Kristel Castro

1099 18th Street, Suite 1800

Denver, CO 80202

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STATE OF COLORADO	)
CITY AND COUNTY OF DENVER	) ss. )
that he is Senior Landman for Kerr-McGe the foregoing Application and that the ma knowledge, information and belief.	p first duly sworn upon oath, deposes and says see Oil & Gas Onshore LP, and that he has read tters therein contained are true to the best of his Dave Sullivan Senior Landman Kerr-McGee Oil & Gas Onshore LP
Subscribed and sworn to before me this	day of January 2014.
Witness my hand and official seal.	
[SEAL]	LESTEL CASA
My commission expires: <u>2/4/2015</u> Kruotel Captro	Notary Public
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IN THE MATTER OF THE APPLICATION OF | CAUSE NO. KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER TO POOL ALL INTERESTS IN AN 720-ACRE DESIGNATED APPROXIMATE WELLBORE SPACING UNIT IN SECTIONS 13, 14 AND 15, TOWNSHIP 3 NORTH, RANGE 68 WEST, 6TH P.M., FOR THE CODELL FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

STATE OF COLORADO

DOCKET NO.

#### **AFFIDAVIT OF MAILING**

CITY AND COUNTY OF DENVER )	
declare that I am the attorney for Kerr-Mobelore the 23 day of January	ng first duly sworn upon my oath, state and Gee Oil & Gas Onshore LP, and that on or y, 2014, I caused a copy of the attached rates Mail, postage prepaid, addressed to the .
	Jamie L. Jost
Subscribed and sworn to before me this	_ day of January 2014.
Witness my hand and official seal.	DANIELLE E CARROLL Notary Public
[SEAL]	State of Colorado Notary ID 20134059312 My Commission Expires Sep 18, 2017
My commission expires: 9/18/17	
Manielle Can	otary Public

#### **EXHIBIT A**

BURCH FAMILY, LLLP 8234 CR #28 PLATTEVILLE, CO 80651

AGNES M. HOUSEMAN 4523 WELD CR #32 LONGMONT CO 80504

JAMES C. DOCHEFF, JR AND KRISTIE J. DOCHEFF 1441 Weld County Road 28, Longmont, CO 80504

KERR-MCGEE OIL AND GAS ONSHORE LP 1099 18th Street, Suite 1800 Denver, CO 80202

Anadarko E&P Company LP 1099 18th Street, Suite 1800 Denver, CO 80202

Public Service Company of Colorado 1800 Larimer Street, Suite 1400, Denver, Colorado 80202

The Corporation of the Presiding Bishop of the Church of Jesus Christ of Latter Day Saints
50 E NORTH TEMPLE ST,
SALT LAKE CITY, UT 84150

Jack Stotts for life, with remainder to Rick C. Stotts PO BOX 782553, WICHITA, KS 67278

Irene Reichert 20542 COUNTY ROAD 363, JULESBURG, CO 80737

Lesser Interests, LLC 731 GRAND AVE, #148, PLATTEVILLE, CO 80651 LeRoy E. Lowery for life, with remainder to Wayne L. Lowery and Patricia M. Werkmeister as tenants in common 5434 WINSTON DRIVE, LAS VEGAS, NV 89103

Raymond Lesser P O BOX 1955, AMARILLO, TX 79105

SEKICH & ECHEVERRIA COMPANY 4315 HIGHWAY 66, LONGMONT, CO 80504

COLORADO MINERAL RESOURCES, LLC Registered Agent: Richard O. Campbell 270 St. Paul Street, Suite 200, Denver, CO 80206

Herman Miller and Mary Margaret Miller, JT c/o: Jerry Scott Miller 4624 Stockwood Dr., Fort Worth, TX 76135

Herman Miller and Mary Margaret Miller, JT c/o: Charles Robert Miller, JR 6612 Victoria Ave., North Richland, TX 76180

Anita M. Dones 5364 COUNTY ROAD 46, JOHNSTOWN, CO 80534

Wade W. Dones and Brenda A. Dones, JT 5368 COUNTY ROAD 46, JOHNSTOWN, CO 80534

Baldomero Melendez and Bartola Melendez, JT 4520 WELD COUNTY ROAD 34, PLATTEVILLE, CO 80651 Mary J. Just 4564 WELD COUNTY ROAD 34, PLATTEVILLE, CO 80651

David A. Mattox and Nellie N. Gibson, JT 8360 W. 48th Ave., Wheat Ridge, CO 80033

Public Service Company of Colorado 1800 Larimer Street, Suite 1400, Denver, Colorado 80202

Jeffrey A. Weber, TC PO BOX 1181, ELIZABETH, CO 80107

Deborah A. Weber, TC PO BOX 2, ELBERT, CO 80106

Neng X. Vue and May C. Vue, JT 4529 WELD COUNTY ROAD 32, LONGMONT, CO 80504

Rocky Mountain Assets Investment, LLC Registered Agent: James Birdsall 444 Mountain Avenue, Berthoud, CO 80513

Mary Louise Walsh, Trustee of the Mary Louise Walsh Trust Agreement dated September 1, 1998, restated March 15, 2011 1610 MANOR DRIVE, CASPER, WY 82609

Helen P. Richardson, Trustee of the Helen P. Richardson Survivors Trust created and dated December 3, 1991 as amended 36 RIN CONADA CIRCLE, BELMONT, CA 94002

Blue Sky Dairy, LLC 1441 Weld County Road 28, Longmont, CO 80504 William D. Nygren 641 S DOWNING STREET, DENVER, CO 80209

Thomas C. Nygren 2547 WEST 109TH AVENUE, WESTMINSTER, CO 80234

Charles C. Nygen PO BOX 806, NIWOT, CO 80544

Mary Helen Mynatt 1108 WESTRIDGE DRIVE, LOVELAND, CO 80537

The Department of Highways, State of Colorado 4201 EAST ARKANSAS, DENVER, CO 80222

# BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER TO POOL ALL INTERESTS IN AN DOCKET NO. 1403-UP-76 APPROXIMATE 720-ACRE DESIGNATED WELLBORE SPACING UNIT IN SECTIONS 13, 14 AND 15, TOWNSHIP 3 NORTH, RANGE 68 WEST, 6 <sup>TH</sup> P.M., FOR THE CODELL FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO
SUPPLEMENTAL AFFIDAVIT OF MAILING
STATE OF COLORADO )
) )ss. CITY AND COUNTY OF DENVER )
Joseph M. Evers of lawful age, and being first duly sworn upon his oath, states and declares:
That he is an attorney for Kerr McGee Oil & Gas Onshore, LP and on or before the 24 <sup>th</sup> day of February 2014, caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the party listed below.
Dorothy I. Burch 4225 CR # 32 Mead, CO 80542  Joseph M. Evers
Subscribed and sworn to before me February $24$ , 2014.
Witness my hand and official seal.
My commission expires:
DANIELLE E CARROLL Notary Public State of Colorado Notary ID 20134059312 My Commission Expires Sep 18, 2017