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

IN THE MATTER OF THE APPLICATION OF PDC ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 480-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT FOR PORTIONS OF SECTIONS 13 AND 24, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6<sup>TH</sup> P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

TYPE: POOLING

#### **APPLICATION**

COMES NOW PDC Energy, Inc. (Operator No. 69175) ("PDC" or "Applicant"), by its attorneys, Burleson LLP, 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 480-acre Wellbore Spacing Unit, as defined below, for the drilling of the Bernhardt Farms 13S-203 Well (API No. 05-123-38832) ("Well"), for the development of the Niobrara Formation on the following described lands:

Township 4 North, Range 67 West, 6th P.M.

Section 13: SE<sup>1</sup>/<sub>4</sub> Section 24: E<sup>1</sup>/<sub>2</sub>

480-acres, more or less, 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 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.

- 4. 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, gas and associated hydrocarbons from the Codell-Niobrara Formations, the Codell Formation, and the Niobrara Formation underlying certain lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- 5. On June 1, 2010, the Commission entered Order No. 407-373, which among other things, established a 160-acre drilling and spacing unit in the SE¼ of Section 13, Township 4 North, Range 67 West, 6<sup>th</sup> P.M., and pooled all nonconsenting interests, to accommodate the Bernhardt 13D, Bouge 1, and Brindle 1 Wells, for the development and operation of the Codell and Niobrara Formations. Order No. 407-373 does not affect this Application.
- 6. Applicant designated the 480-acre Wellbore Spacing Unit for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation pursuant to Rule 318A and notified the appropriate parties under Rule 318A.
- 7. 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 non-consenting interests, in the Application Lands in the Niobrara Formation underlying the following approximate 480-acre Wellbore Spacing Unit:

Township 4 North, Range 67 West, 6th P.M.

Section 13: SE¼
Section 24: E½

(throughout as "Wellbore Spacing Unit").

- 8. 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 Niobrara Formation on the Application Lands.
- 9. 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 503.e., and that at least thirty-five (35) 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.
- 10. 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 Niobrara Formation, including any non-consenting 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:

- Pooling all interests in the Application Lands and the Wellbore Spacing Unit for the development of the Niobrara Formation.
- Providing that the Commission's pooling order is made effective as of B. 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 Niobrara Formation on the Application Lands.
- 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 Niobrara Formation in the Wellbore Spacing Unit comprising the Application Lands.
- For such other findings and orders as the Commission may deem D. proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in July 2015, 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: May 2015.

Respectfully submitted:

PDC ENERGY, INC.

By:

By:

Jamie L. Jost Zachary P. Sears **Burleson LLP** 

Attorneys for Applicant 1700 Lincoln St., Suite 1300 Denver, Colorado 80203

(303) 801-3200

Applicant's Address:

PDC Energy, Inc. ATTN: Josh Wagner

1775 Sherman Street, Suite 3000

Denver, CO 80203

### **VERIFICATION**

STATE OF COLORADO	)
	) ss.
CITY AND COUNTY OF DENVER	)

Josh Wagner, of lawful age, being first duly sworn upon oath, deposes and says that he is a Senior Regional Landman for PDC Energy, Inc., and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

Josh Wagner

Senior Regional Landman

PDC Energy, Inc.

Subscribed and sworn to before me this 20th day of May 2015.

Witness my hand and official seal.

[SEAL]

My commission expires:

**Notary Public** 

KRISTIE ANN MONEY
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20134031387
My Commission Expires May 16, 2017

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IN THE MATTER OF THE APPLICATION OF | CAUSE NO. PDC ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE DESIGNATED HORIZONTAL 480-ACRE WELLBORE SPACING UNIT FOR PORTIONS | TYPE: POOLING OF SECTIONS 13 AND 24, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6<sup>TH</sup> P.M., FOR THE

DOCKET NO.

NOTARY ID 20144025048 MY COMMISSION EXPIRES JUNE 24, 2018

NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO		
AFFIDAVIT OF MAILING		
STATE OF COLORADO ) )ss. CITY AND COUNTY OF DENVER )		
I, Jamie L. Jost of lawful age, and being first duly sworn upon my oath, state and declare that I am the attorney for PDC Energy, Inc., and that on or before the day of May 2015, I caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.  Jamie L. Jost		
Subscribed and sworn to before me this 20th day of May 2015.		
Witness my hand and official seal.	ý	
[SEAL]		
My commission expires: June 24, 208	RACHEL FLEMING NOTARY PUBLIC STATE OF COLORADO	

Notary Public

#### Exhibit A FP – Bernhardt Farms 13S-203

PDC Energy, Inc. 1775 Sherman Street, Suite 3000 Denver, Colorado 80203

Noble Energy, Inc. 1625 Broadway, Suite 2200 Denver, Colorado 80202

Kerr McGee Oil & Gas Onshore, LP 1099 18th St. Ste. 1800 Denver, CO 80202

Walter G. Brown (No Address Available)

Charles C. Brown (No Addréss Available)

Anadarko E&P Onshore LLC 1099 18th Street, Ste. 1800 Denver, CO 80202

Jerry Reuben Bernhardt, Consolidated Trust, Jerry Reuben Bernhardt Trustee 820 Azalea Way Vacaville, CA 95688

Timothy Alan Bernhardt, Consolidated Trust, Timothy Alan Bernhardt Trustee 551 Barnwood Drive Windsor, CO 80550

Charlene Bernhardt Michaels, Consolidated Trust, Charlene Michaels Trustee 913 NW 36th Drive Gainesville, FL 32605 David Lee Bernhardt, Consolidated Trust, David Lee Bernhardt Trustee 23809 Weld County Road 25 Milliken, CO 80543

Margaret R Bernhardt 820 Azalea Way Vacaville, CA 95688-0000

Jerry & Margaret Bernhardt 820 Azalea Way Vacaville, CA 95688-0000

Marilyn J Schneider 24987 County Road 25 Milliken, CO 80543-0000

Richard Lee Foose 33399 Weld County Road 51 Eaton, CO 80651

Helen Bernhardt Busch PO Box 266 Wiggins, CO 80654-0000

Albert Bernhardt 20523 Highway 39 Wiggins, CO 80654-0000

Melvin Bernhardt 70042 County Road #10 Mitchell, NE 69357-0000

Marian Forbes f/k/a Marian Rossman 20075 Road Q Fort Morgan, CO 80701-0000

James L Sitzman 27490 CR 50 Kersey, CO 80644-9115 Wanda K Sitzman PO Box 383 Yuma, CO 80759

Jay L Sitzman 27490 County Road 50 Kersey, CO 80644-0000

Public Service Company of CO, Right of Way & Permits Dept Attn: W E Miller 1800 Larimer St, Ste. 400 Denver, CO 80202

Ed Orr, C/O Orr Land Company 1813 61st Avenue #200 Greeley, CO 80634

Hidden Platte Ranch LLC PO Box 331 Milliken, CO 80543

James E Koch 25225 Locust Rd Webb City, MO 64834

L Sandra Koch 5740 North Main Street Joplin, MO 64801-9616

Halflight Land & Minerals LLC 8101 East Prentice Ave, Ste. 750 Greenwood Village, CO 80111

Katherine M Renner 13892 Etude Road San Diego, CA 92128-4726

Kerr-McGee Oil Gas Onshore LP, c/o Anadarko Petroleum Corporation 1099 18th Street, Ste. 1800 Denver, CO 80217