

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

IN THE MATTER OF ALLEGED VIOLATIONS OF THE RULES) CAUSE NO. 1V
AND REGULATIONS OF THE COLORADO OIL AND GAS)
CONSERVATION COMMISSION BY **ENCANA OIL & GAS**)
(USA) INC, BOULDER COUNTY, COLORADO) DOCKET NO. 1211-OV-12

NOTICE OF ADMINISTRATIVE ORDER BY CONSENT HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Pursuant to Rule 522.c., the Colorado Oil and Gas Conservation Commission ("Commission" or "COGCC") Staff will request approval of an Administrative Order by Consent (AOC) by the Commission on November 15, 2012, with Encana Oil & Gas (USA) Inc ("Encana") (Operator No. 100185).

On April 27, 2012, COGCC staff inspected the Ross 'G' Unit Well #1 location ("Location") (API No. 05-013-06116), located in the SE¼ NE¼ of Section 24, Township 2 North, Range 69 West, 6th P.M. The inspection was in response to a complaint (Complaint #200348658) received April 26, 2012, alleging odors and air emissions emanating from the property. COGCC staff detected odors from the boundary of the property. Upon inspection, COGCC staff observed condensate on the top of fluid in the produced water tank, which was venting into the atmosphere. COGCC staff also observed indications of condensate film on the exterior of the condensate tank as well as the stairway leading to the tank. COGCC staff observed venting gas and condensate mist emerging out of the tank thief hatch as well as a small leak from the fitting at the wellhead. COGCC staff concluded, in agreement with Colorado Air Pollution Control Division staff also on-site during the inspection, that the Emission Control Burner was inadequate in size for Encana's operations at the Location.

On May 1, 2012, COGCC Staff issued Notice of Alleged Violation ("NOAV") No. 200348796 to Encana for its operations at the Location. The NOAV cited violations for Rules 324.A.c., 805.a., 907.a.(1)., and 912.a.

COGCC Staff requests that Encana be found in violation of Rules 324.A.c., 805.a., 907.a.(1)., and 912.a. for its operations at the Ross 'G' Unit Well #1 location. Encana and the staff have agreed to an AOC to resolve these alleged violations with a fine of \$15,000.

NOTICE IS HEREBY GIVEN, pursuant to: 1) the general jurisdiction granted to the Oil and Gas Conservation Commission of the State of Colorado (Commission) under § 34-60-105 C.R.S.; 2) specific powers granted pursuant to § 34-60-106 C.R.S.; 3) the Colorado Administrative Procedures Act at § 24-4-105 C.R.S.; and 4) the Commission's Series 500 Rules at 2CCR 404-1, that the Commission has scheduled the above-entitled matter for hearing on:

Date: Wednesday, November 14, 2012
Thursday, November 15, 2012
Time: 9:00 a.m.
Place: COGCC Offices
1120 Lincoln Street, Suite 801
Denver, Colorado 80203

In accordance with the Americans with Disabilities Act, if any party requires special accommodations as a result of a disability for this hearing, please contact Margaret Humecki at (303) 894-2100 ext. 5139, prior to the hearing and arrangements will be made.

Pursuant to said hearing in the above-entitled matter at the time and place aforesaid, or at any adjourned meeting, the Commission will enter such orders as it deems appropriate to protect the health, safety and welfare of the public and to prevent the waste of oil and gas, either or both, in the operations of said field, and to carry out the purposes of the statute.

In accordance with Rule 509., any interested party desiring to protest the granting of the application or to intervene on the application should file with the

Commission a written protest or intervention no later than October 31, 2012, briefly stating the basis of the protest or intervention. Such interested party shall, at the same time, serve a copy of the protest or intervention to the person filing the application. An original and 13 copies shall be filed with the Commission. **Anyone who files a protest or intervention must be able to participate in a prehearing conference during the week of October 31, 2012.** Pursuant to Rule 503.g., if a party who has received notice under Rule 503.b. wishes to receive further pleadings in the above-referenced matter, that party must file a protest or intervention in accordance with these rules.

IN THE NAME OF THE STATE OF COLORADO

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By  _____
Robert J. Frick, Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, Colorado 80203
October 17, 2012