

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

IN THE MATTER OF ALLEGED VIOLATIONS OF THE) CAUSE NO. 1V
RULES AND REGULATIONS OF THE COLORADO OIL AND)
GAS CONSERVATION COMMISSION BY **KERR-MCGEE OIL**) DOCKET NO. 1307-OV-13
& **GAS ONSHORE LP**, WELD COUNTY, COLORADO)

NOTICE OF ENFORCEMENT 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 apply to the Commission at its July 29, 2013 hearing for an Administrative Order by Consent ("AOC") against Kerr-McGee Oil & Gas Onshore LP ("Kerr-McGee") (Operator No. 47120).

Kerr-McGee operates the Reigle #29N-9HZ well ("Well") (API # 05-123-36184) located in the NW ¼, NW ¼, Section 4, Township 2 North, Range 65 West, 6th P.M., Weld County.

On March 16, 2013, after completion operations at the Well, Kerr-McGee lost control of the Well around 9:40 p.m. when a fitting on the Well failed, releasing flowback fluid. This incident also damaged an adjacent well head for the Reigle 29C-9HZ Well (API 05-123-36185) and caused additional release of flowback fluid from the second well. Both wells were brought under control by approximately 6:30 a.m. on March 17, 2013. Most of the released flowback fluid was confined to the pad site, but wind-carried spray impacted an area west of the pad and liquids flowed offsite to the north. The total off-site area impacted by runoff and wind-carried spray was approximately 550 feet by 750 feet. Approximately 2,300 barrels of released liquids were recovered by vacuum truck and approximately 13,710 cubic yards of impacted soil was excavated and disposed at an authorized off-site location. Confirmation soil samples confirmed the impacted soils had been removed and remaining soils met Table 910-1 standards. Final remediation was completed by April 1, 2013.

On June 27, 2013, Commission Staff issued a Notice of Alleged Violation ("NOAV") (No. 200382372) citing a violation of Rule 907.a. This Rule requires E&P waste to be properly stored, handled, transported, treated, recycled, or disposed to prevent threatened or actual significant adverse environmental impacts to air, water, soil or biological resources or to the extent necessary to ensure compliance with the concentration levels in Rule 910, Table 910-1.

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: Monday, July 29, 2013
Tuesday, July 30, 2013

Time: 9:00 a.m.

Place: Colorado Oil and Gas Conservation Commission
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 July 15, 2013 briefly stating the basis of the protest or intervention. An original and two copies shall be filed with the Commission along with an electronic version. Anyone who files a protest or intervention must be able to participate in a prehearing conference during the week of July 15, 2013. 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.

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By



Robert J. Frick, Secretary

Dated: June 27, 2013

Colorado Oil and Gas Conservation Commission
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