

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)	DOCKET NO. 150500142
BONANZA CREEK ENERGY OPERATING COMPANY)	TYPE: ENFORCEMENT
LLC, JACKSON COUNTY, COLORADO)	

NOTICE AND APPLICATION FOR HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Pursuant to Rule 522.e., the Colorado Oil and Gas Conservation Commission ("Commission" or "COGCC") Staff will apply to the Commission at its May 18-19, 2015 hearing for an Order Finding Violation ("OFV") against Bonanza Creek Energy Operating Company LLC ("Bonanza Creek") (Operator No. 08960). This Notice and Application is being served to adjudicate the allegations made in the below-described Notice of Alleged Violation ("NOAV"), the allegations of which are incorporated herein.

Bonanza Creek is the operator of record of the McCallum Unit 46 Well (API No. 05-057-06026) ("Well") in Jackson County.

The Well is an underground injection control well subject to a requirement of Rule 326.a.(5) (at the time relevant to the subject alleged violation, and now codified at Rule 326.a.(4)A.) of having a mechanical integrity test ("MIT") every five years after the first MIT is performed.

The last MIT of record was performed on September 23, 2008. The next subsequent MIT was due on September 23, 2013.

On July 18, 2013 Bonanza Creek performed a MIT on the Well which was witnessed by a staff inspector. The Well failed the MIT.

On August 8, 2013 Commission Staff issued a Notice of Alleged Violation ("NOAV") (No. 200384809) to Bonanza Creek for a violation related to the failed MIT described above. The NOAV cited violations of the following COGCC Rule of Practice and Procedure, 2 CCR 404-1 ("Rule" or "Rules").

Rule 326.a.(5) (Mechanical Integrity Testing for Injection Wells – 5-year testing requirement)

COGCC staff requests that Bonanza Creek be found in violation of rule cited above and assessed a penalty pursuant to Rule 523.

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, May 18, 2015
Tuesday, May 19, 2015

Time: 9:00 a.m.

Place: Aims Community College, Fort Lupton Campus
260 College Avenue
Platte Building, Room PL 111 and PL 113
Fort Lupton, CO 80621

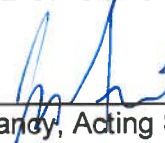
In accordance with the Americans with Disabilities Act, if any party requires special accommodations as a result of a disability for this hearing, please contact Margaret Humecki at (303) 894-2100 ext. 5139, prior to the hearing and arrangements will be made.

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 May 4, 2015, briefly stating the basis of the protest or intervention. One electronic, one original and two 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 May 4, 2015. 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


Jill Doran, Acting Secretary

Dated: April 3, 2015

Colorado Oil and Gas Conservation Commission
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