

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

IN THE MATTER OF ALLEGED VIOLATIONS OF ) CAUSE NO. 1V  
THE RULES AND REGULATIONS OF THE )  
COLORADO OIL AND GAS CONSERVATION ) DOCKET NO. 150900348  
COMMISSION BY **WELLSTAR CORPORATION,** ) TYPE: ENFORCEMENT  
JACKSON COUNTY, COLORADO )

NOTICE AND APPLICATION FOR HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Pursuant to Rule 522.e.(1) of COGCC Rules of Practice and Procedure, 2 CCR 404-1 ("Rule" or "Rules") the Colorado Oil and Gas Conservation Commission ("Commission" or "COGCC") Staff will apply to the Commission at its September 14-15, 2015 hearing for an Order Finding Violation ("OFV") against Wellstar Corporation ("Wellstar") (Operator No. 95245). 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.

Wellstar is the operator of the Silver Spur Minerals 35-2H Well (API No. 05-057-06490) ("Well") in Jackson County. The horizontal portion of the wellbore was spud on July 17, 2012. The rig release date was August 24, 2012. Wellstar drilled the horizontal portion of the wellbore in a manner inconsistent with approved permit requirements. Wellstar did not file a Form 5 Drilling Completion Report within 30 days after rig release, nor did it file a Form 5A Completed Interval Report within 30 days after completion. Wellstar also failed to complete a Form 10 Certificate of Clearance within 30 days of the date of initial sales.

On April 8, 2015, Commission Staff issued a Notice of Alleged Violation ("NOAV") (No. 2157870) to Wellstar for violations described above. The NOAV cited violations of the following Rules as they were in effect at the time of the initial violation:

- a. Section 34-60-121(1) C.R.S. (Violation of Permit Condition);
- b. Rule 308A. (Form 5, Drilling Completion Report);
- c. Rule 308B. (Form 5A, Completed Interval Report); and
- d. Rule 312. (Form 10, Certificate of Clearance)

COGCC staff requests that Wellstar be found in violation of rules 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 2 CCR 404-1, that the Commission has scheduled the above-entitled matter for hearing on:

Date: Monday, September 14, 2015  
Tuesday, September 15, 2015

Time: 9:00 a.m.


Place: Western State Colorado University  
University Center, South Ballroom  
600 North Adams Street  
Gunnison, CO 81231

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.a.(1), 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 August 31, 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 August 31, 2015.

OIL AND GAS CONSERVATION COMMISSION  
OF THE STATE OF COLORADO

By  \_\_\_\_\_  
Julie Murphy, Secretary

Dated: August 7, 2015

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