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

IN THE MATTER OF AN APPLICATION BY KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER **POOLING** ALL **INTERESTS** IN THREE APPROXIMATE 720-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS FOR CERTAIN PORTIONS OF SECTIONS 35 AND 36, TOWNSHIP 2 NORTH, RANGE 67 WEST, 6TH P.M. AND CERTAIN PORTIONS OF SECTION TOWNSHIP 2 NORTH, RANGE 66 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA AND CODELL FORMATIONS. WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO.

TYPE: POOLING

### **APPLICATION**

Kerr-McGee Oil & Gas Onshore LP (Operator No. 47120) ("Kerr-McGee" or "Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in three approximate 720-acre horizontal wellbore spacing units established for certain portions of Sections 35 and 36, Township 2 North, Range 67 West, 6<sup>th</sup> P.M. and certain portions of Section 31, Township 2 North, Range 66 West, 6<sup>th</sup> P.M., for the development and operation of the Niobrara and Codell Formations. In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a limited partnership duly authorized to conduct business in the State of Colorado, and has registered as an operator with the Commission.
  - 2. Applicant owns a leasehold interest in the below-listed lands:

Township 2 North, Range 67 West, 6th P.M.

Section 35: E½SW¼, SE¼

Section 36: S½

Township 2 North, Range 66 West, 6th P.M.

Section 31: SW1/4

Wellbore Spacing Unit ("WSU") Nos. 1-3

720 acres, more or less, Weld County, Colorado.

These lands are hereinafter collectively referred to as the "Application Lands" and depicted in Exhibit A, attached hereto.

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. The Application Lands are subject to Rule 318A.

- 4. Upon information and belief, Applicant designated three approximate 720-acre horizontal wellbore spacing units comprised of certain portions of the Application Lands, for the below-described wells, for the production of oil, gas and associated hydrocarbons from the Niobrara and Codell Formations. Applicant notified all owners in the proposed wellbore spacing units pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing units within the 30-day response period:
  - a. Baja Berg 35-4HZ Well (API No. to be assigned) Niobrara Formation WSU #1;
  - b. Baja Berg 35-5HZ Well (API No. to be assigned) Codell Formation WSU #2;
  - c. Baja Berg 35-6HZ Well (API No. to be assigned) Niobrara Formation WSU #3.

These wells are hereinafter referred to as the "Subject Wells."

- 5. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests, including, but not limited to, any nonconsenting interests, in WSU Nos. 1-3 established for the Application Lands, for the development and operation of the Niobrara and Codell Formations.
- 6. 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 §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Wells within WSU Nos. 1-3.
- 7. Further, Applicant requests 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 Subject Wells, are made subject to the cost recovery provisions of §34-60-116(7), C.R.S., effective as of the earlier of the date of the Application, or the date the costs specified in §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Wells.
- 8. The granting of this Application is in accord with the Oil and Gas Conservation Act, found at §§34-60-101, et seq., C.R.S., and the Commission rules.
- 9. Applicant requests that relief granted under this Application should be effective on oral order by the Commission, and Applicant hereby agrees to be bound by said oral order.

10. The undersigned certifies that copies of this Application will be served on each interested party as required by Rule 507 within seven (7) days of the filing hereof, as required by Rule 503.e.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, that notice be given as required by law and that upon such hearing, the Commission enter its order:

- A. Pooling all interests in WSU Nos. 1-3 established for the Application Lands, for the development and operation of the Niobrara and Codell Formations, effective as of the earlier of the date of this Application, or the date that the costs specified in §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Wells within WSU Nos. 1-3.
- B. 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 Subject Wells, are made subject to the cost recovery provisions of §34-60-116(7), C.R.S., effective as of the earlier of the date of the Application, or the date the costs specified in §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Wells.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

# DATED this 19<sup>th</sup> day of July, 2018.

Respectfully submitted,

## **KERR-MCGEE OIL & GAS ONSHORE LP**

aludah Kitterhouse

Bv:

James Parrot

Jillian Fulcher

Jobediah Rittenhouse

Beatty & Wozniak, P.C.

Attorneys for Applicant

216 16th Street, Suite 1100

Denver, Colorado 80202

(303) 407-4499

jparrot@bwenergylaw.com

jfulcher@bwenergylaw.com

jrittenhouse@bwenergylaw.com

Applicant's Address:

Kerr-McGee Oil & Gas Onshore LP

ATTN: Tom Yaley

1099 18<sup>th</sup> Street, Suite 1720

Denver, Colorado 80202

## **VERIFICATION**

STATE OF COLORADO )
) ss. CITY & COUNTY OF DENVER )
Tom Yaley, Landman for Kerr-McGee Oil & Gas Onshore LP, upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information and belief.
KERR-MCGEE OIL & GAS ONSHORE LP
Tom Yaley
Subscribed and sworn to before me this 19th day of 1018, by Tom Yaley, Landman for Kerr-McGee Oil & Gas Onshore LP.
Witness my hand and official seal.
My commission expires: 8/8/2019
ANITA MUNKRES NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20034025710 MY COMMISSION EXPIRES 08/08/2019  Notary Public

## Exhibit A

Reference Map for Pooling Application

Township 2 North, Range 67 West, 6<sup>th</sup> P.M.

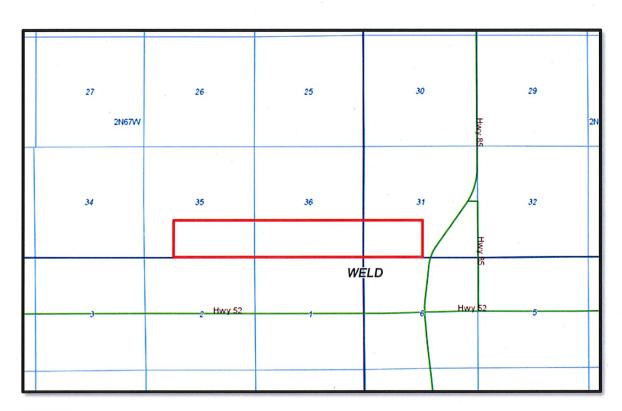
Section 35: E½SW¼, SE¼

Section 36: S½

Township 2 North, Range 66 West, 6<sup>th</sup> P.M.

Section 31: SW1/4

Wellbore Spacing Unit ("WSU") Nos. 1-3
720 acres, more or less, Weld County, Colorado



= Application Lands

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CAUSE NO. 407

DOCKET NO. 180900697

TYPE: POOLING

## AFFIDAVIT OF MAILING

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

Grace Go-Hoveland, of lawful age, and being first duly sworn upon her oath, states and declares:

That she is a Legal Assistant at Beatty & Wozniak, P.C., attorneys for Kerr-McGee Oil & Gas Onshore LP, and on or before the 26<sup>th</sup> day of July, 2018, 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 attached hereto.

Grace Go-Hoveland

Subscribed and sworn to before me this <u>36</u> day of July, 20

Witness my hand and official seal.

Notary Public

TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026

MY COMMISSION EXPIRES OCTOBER 4, 2021

### **EXHIBIT A**

#### **INTERESTED PARTIES**

The names and addresses of the interested parties (persons who own any interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) according to the information and belief of the Applicant are set forth in this Exhibit A.

KERR-MCGEE OIL & GAS ONSHORE, LP 1099 18TH STREET, SUITE 1800 DENVER. CO 80202

BETTY JEAN INOUYE 12210 WELD COUNTY RD 14 1/2 FORT LUPTON, CO 80621

RONALD GRABRIAN 6325 WCR 23 FORT LUPTON, CO 80621

BERGER FAMILY, LLC 5901 WCR 21 FORT LUPTON, CO 80621

LINDA KAY KIYOTA JELDEN 315 S REYNOLDS AVE HOLYOKE, CO 80734

DONNA ROSE KIYOTA 1 FOX MEADOW DR BOW, NH 03304

DONN W. HEIN, TRUSTEE OF THE WILLARD B. HEIN IRREVOCABLE TRUST PO BOX 6377 DENVER, CO 80206

RHONDA BUESCHER 3807 BLUE SAGE RD CHEYENNE, WY 82001

VICKIE ROGNMOE PO BOX 371708 DENVER, CO 80237

RAISA II, LLC PO BOX 987 DENVER, CO 80201

ATOMIC CAPITAL MINERALS, LLC 2777 ALLEN PARKWAY, SUITE 1185 HOUSTON, TX 77019

LISA C. HEIN 1322 ROXBURY CT JACKSON, MS 39211

SARAH N. HEIN 280 S 17TH AVE. DR BRIGHTON, CO 80601

MARTHA INOUYE PO BOX 275 FORT LUPTON, CO 80621 RICHARD H. INOUYE 6980 MEADOWWOOD PL COLORADO SPRINGS, CO 80918

SUE ANN GRABRIAN 6325 WCR 23 FORT LUPTON, CO 80621

US MINERAL RESOURCES II, LLC C/O US MINERAL RESOURCES, LLC, 11757 WEST KEN CARYL AVE., SUITE F #506 LITTLETON, CO 80127

THE NANCY L. KIYOTA LIVING TRUST U/A APRIL 20, 2015
485 SOUTH VINE ST DENVER, CO 80209

STATE OF COLORADO ACTING BY AND THROUGH ITS BOARD OF LAND COMMISSIONERS 1127 SHERMAN ST., SUITE 300 DENVER, CO 80203

SHARI VYNCKIER 12123 CR 32 1/2 PLATTEVILLE, CO 80651

LINDA LOCKWOOD 3007 67TH AVE WAY GREELEY, CO 80634

WOLF RESOURCES HOLDING I, LLC 621 17TH ST, SUITE 1601 DENVER, CO 80293

TOWN OF FORT LUPTON 130 S MCKINLEY AVE FORT LUPTON, CO 80621

DEBORAH Y. HEIN 1324 ROXBURY CT JACKSON, MS 39211

STACY M. HEIN 5626 COHN TERRACE LANE HOUSTON, TX 77007

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

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CAUSE NO. 407

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TYPE: POOLING

## SUPPLEMENTAL AFFIDAVIT OF MAILING

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

Grace Go-Hoveland, of lawful age, and being first duly sworn upon her oath, states and declares:

That she is a Legal Assistant at Beatty & Wozniak, P.C., attorneys for Kerr-McGee Oil & Gas Onshore LP, and on 30<sup>th</sup> day of July, 2018, caused a copy of the above captioned Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A attached hereto.

Grace Go-Hoveland

Subscribed and sworn to before me this 31st day of July, 2018.

Witness my hand and official seal.

TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026

MY COMMISSION EXPIRES OCTOBER 4, 2021

Notary Public

#### **EXHIBIT A**

#### **INTERESTED PARTIES**

THE HEIRS AND DEVISEES OF THE ESTATE OF NORA D. DAVIS 4242 WOODS EDGE ST. SAGINAW, MI 48603-4242

JUSTIN T. GUNESCH 1333 OLD SPANISH TRAIL APT 3168 HOUSTON, TX 77054-1866

KEVIN J. GUNESCH 7340 S JACKSON GAP WAY AURORA, CO 80016-2449

PETER A. GUNESCH TRUST U/A 9-22-75, RUTH H. GUNESCH TRUSTEE 330 SHADYCROFT DRIVE LITTLETON, CO 80120

KENNETH S. HENRY, JR. 406 W. MANTUA AVE. WENONAH, NJ 08090

MELANIE K. HUMMEL 6409 WOODS EDGE DR ARLINGTON, TX 76016-5150

KIRK W. JOHNSTON 21827 COUNTY ROAD 43 LASALLE, CO 80645-8810

THE HEIRS AND DEVISEES OF THE ESTATE OF EDGAR J. KINCKINER 450 E HIGH STREET, APT 202 POTTSTOWN, PA 19464-6600

DONNA C. SUMMERS 259 CEDAR BROOK RD SICKLERVILLE, NJ 08081-9378

ESTATE OF ANNIE NEIMAN YOCUM ATTN: CANDICE MCCONNELL, PARALEGAL, 17 WEST MINER ST., PO BOX 660 WEST CHESTER, PA 19381 ERIC M. GUNESCH 9924 SILVER MAPLE WAY HIGHLANDS RANCH, CO 80129-5419

JEREMY O. GUNESCH 15037 E LOUISIANA DR APT B AURORA, CO 80012-7749

THE HEIRS AND DEVISEES OF THE ESTATE OF MICHAEL L. GUNESCH PO BOX 246 FORT LUPTON, CO 80621

WILLIAM E. GUNESCH RESIDUARY TRUST, FRANK A. MIHODA, TRUSTEE 5101 SOUTH ESTES LITTLETON, CO 80123

JACK RICHARD HENRY 9100 LAUREN LANE JACKSON, CA 95642-9207

JOANN L. JOHNSTON AKA JOANN L. CLUGG 916 LAUREL LANE MONTROSE, CO 81401-5653

MARIANN R. JOHNSTON 179 STATE ROAD 399 ESPANOLA, NM 87532-3169

THE HEIRS AND DEVISEES OF THE ESTATE OF KATHRYN NEIMAN LACHMAN PO BOX 498 FREDERICK, PA 19435-0498

THOMAS C. TROUTMAN AND WILLIAM E. TROUTMAN 2469 E HIGH ST. POTTSTOWN, PA 19464-6600

THE HEIRS AND DEVISEES OF THE ESTATE OF CHARLES F. YOCUM, JR. 20 LAKEVIEW TERRACE DRIVE ALTOONA, FL 37202-9617