# 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 TWO (2)**APPROXIMATE** 960-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS FOR PORTIONS OF SECTIONS 3, 4, 9, 10, 15, 16, 21, AND 22, TOWNSHIP 2 NORTH, RANGE 67 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 two (2) approximate 960-acre designated horizontal wellbore spacing units for portions of Sections 3, 4, 9, 10, 15, 16, 21, and 22, Township 2 North, Range 67 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 3: SW1/4SW1/4

Section 4: SE1/4SE1/4

Section 9: E½E½

Section 10: W½W½

Section 15: W½W½

Section 16: E½E½

Section 21: E½NE¼; NE¼SE¼

Section 22: W½NW¼; NW¼SW¼

### Wellbore Spacing Unit ("WSU") Nos. 1 - 2

960 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 two (2) approximate 960-acre horizontal wellbore spacing units comprised 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 designated horizontal wellbore spacing units within the 30-day response period:
- a. Cowboy 21-7HZ Well (API No. 05-123-47099) Codell Formation WSU No. 1;
- b. Cowboy 21-8HZ Well (API No. 05-123-47105) Niobrara Formation WSU No. 2.

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 2 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 2.
- 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 2 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 2.
- 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 of November, 2018.

Respectfully submitted,

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

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Jobediah Rittenhouse
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jrittenhouse@bwenergylaw.com

Applicant's Address:
Kerr-McGee Oil & Gas Onshore LP
ATTN: Justin Shoulders
1099 18<sup>th</sup> Street, Suite 1480

Denver, Colorado 80202

## **VERIFICATION**

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

Justin Shoulders, 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

ustin Shoulders

Subscribed and sworn to before me this 28th day of November, 2018, by Justin Shoulders, Landman for Kerr-McGee Oil & Gas Onshore LP.

Witness my hand and official seal.

My commission expires: 11/7/2021

CELESTE C CARDOSO
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20134060883
MY COMMISSION EXPIRES 11/07/2021

Notary Public

## **Exhibit A**

## Reference Map for Pooling Application

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

Section 3:

SW1/4SW1/4

Section 4:

SE1/4SE1/4

Section 9:

E1/2E1/2

Section 10: W1/2W1/2

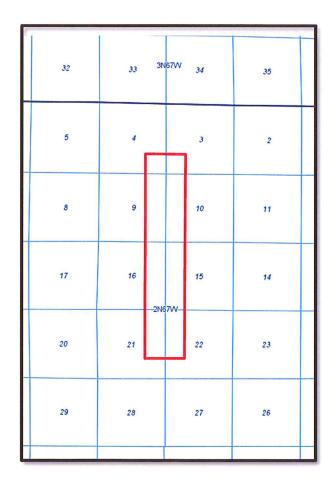
Section 15: W1/2W1/2

Section 16: E½E½

Section 21: E½NE¼; NE¼SE¼

Section 22: W1/2NW1/4; NW1/4SW1/4

Wellbore Spacing Unit ("WSU") Nos. 1 – 2 960 acres, more or less, Weld County, Colorado



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IN THE MATTER OF AN APPLICATION BY KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER **POOLING** ALL **INTERESTS** IN TWO APPROXIMATE DESIGNATED 960-ACRE HORIZONTAL WELLBORE SPACING UNITS FOR PORTIONS OF SECTIONS 3, 4, 9, 10, 15, 16, 21, AND 22, TOWNSHIP 2 NORTH, RANGE 67 WEST. 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA AND CODELL FORMATIONS. WATTENBERG FIELD, WELD COUNTY, COLORADO

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## 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 or before the day of December, 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  $2^9$ 

day of November, 2018.

Witness my hand and official seal.

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

NOTARY ID 19894002026 MY COMMISSION EXPIRES OCTOBER 4, 2021 **Notary Public** 

#### **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.

2004 PATTERSON FAMILY REVOCABLE TRUST U/T/D 8/31/2004 785 EL PINTADO RD. DANVILLE, CA 94526

BARTELS MINERALS LLC A COLORADO LIMITED LIABILITY COMPANY 3620 W. 10TH ST. GREELEY, CO 80634

CHARLA HOLLOWELL 9251 WCR 24 FORT LUPTON, CO 80621

ECM RESOURCES, INC. PO BOX 3668 LITTLETON, CO 80161

HOWARD J. FRANCIS AND SUSAN P. FRANCIS, AS JOINT TENANTS 16503 BADMINTON RD. N. PLATTEVILLE, CO 80651

JEFFREY LYONS 3312 ABBOTTSFORD ROAD FORT COLLINS, CO 80524

JONATHAN L. S. GRILL AND RENEAY M. GRILL, JOINT TENANTS 9145 WCR 24 FORT LUPTON, CO 80621

LOUISE A. LUHMAN 8727 WCR 24 FORT LUPTON, CO 80621

MARY L. LAPOINT 1719 VISCOUNTI DRIVE SANDY, UT 84093

MICHAEL LYONS 612 PETERSON STREET FORT COLLINS, CO 80524

MYRTLE A. TELEP 2315 54TH AVENUE GREELEY, CO 80634 NANCY V. WALTER 2516 17TH AVE. CT. GREELEY, CO 80631

PARKER REVOCABLE TRUST UNDER AMENDED AND RESTATED TRUST AGREEMENT DATED AUGUST 17, 2004 7134 RUANE STREET SAN DIEGO, CA 92119

PATRICIA JO DERR 1821 CHESAPEAKE CIR. JOHNSTOWN, CO 80534

PAUL L. MCCULLIS PO BOX 3248 LITTLETON, CO 80161

RICHARD C. EDWARDS 59 LAKEVIEW DRIVE BURBANK, WA 99323

ROBERT B. BROWN 1038 EAST BRYAN AVE. SALT LAKE CITY, UT 84105

ROBIN M. GOLDEN 2431 EAGLEVIEW CIRCLE LONGMONT, CO 80504

RUTH M. MARTIN 8592 WCR 24 FORT LUPTON, CO 80621

STREAR PROPERTIES – WILDCAT BASIN LLC 6825 EAST TENNESSEE #235 DENVER, CO 80224

THE JOHN D. STEPHENSON FAMILY TRUST 1575 OCEAN SHORE BLVD. #602 ORMOND BEACH, FL 32176

TROY LYONS 4431 QUEST DR. FORT COLLINS, CO 80524

EXTRACTION OIL & GAS, INC. 370 17TH ST., STE. 5300 DENVER, CO 80202

ANNETTE ZIEGLER PO BOX 2810 GLENWOOD SPRINGS, CO 81602

CARL R. DEEPE AND JULIA A. DEEPE, AS TRUSTEES UNDER THE CARL R. DEEPE AND JULIA A. DEEPE REVOCABLE LIVING TRUST DATED JANUARY 20, 1994 23618 SW SHUMWAY ROAD ROCK, KS 67131

DEBORA LYNN SPITZER 9179 WCR 24 FORT LUPTON, CO 80621

EMELIA E. WILMOTH 601 HORIZON PLACE APT. 136 GRAND JUNCTION, CO 81506

J. R. HART 11142 CR 19 FORT LUPTON, CO 80502

JOHN DAVID JOHNSON AND JUDITH NIX JOHNSON, TRUSTEES OF THE JOHN DAVID JOHNSON AND JUDITH NIX JOHNSON REVOCABLE TRUST UTA 8/12/2004 1280 VISTA DEL MONTE LAS CRUCES, NM 88007

KATHRYN B. STAHLMAN AND ROBBIN L. PEPPLER, AS TRUSTEES OF THE GRANDCHILDREN'S TRUST I 2131 62ND AVE. GREELEY, CO 80634

MARILYN R. HUNT REVOACABLE LIVING TRUST 7900 W. HARVARD PL. LAKEWOOD, CO 80227

MICHAEL 0. ECKSTINE AND LINDA R. ECKSTINE, JT 1314 HWY 66 LONGMONT, CO 80504

MICHAEL OWEN ECKSTINE 1314 HWY 66 LONGMONT, CO 80504 NANCY E. BROWN 2808 BENT AVE. CHEYENNE, WY 82001

PARADIZE LLC 921 INDIAN PEAK RD. GOLDEN, CO 80403

PATRICIA A JONES 13600 WCR 11 LONGMONT, CO 80504

PATSY LUSK 1310 REDWOOD DRIVE WINDSOR, CO 80550

REVINA JOHNSON 256 63RD AVE. GREELEY, CO 80634

RICHARD J. BARTELS AND ROBBIN L. PEPPLER, AS TRUSTEES OF THE GRANDCHILDREN'S TRUST II 2131 62ND AVE. GREELEY, CO 80634

ROBIN A. PARKER 10 CEDAR STREET NORWOOD, MA 02062

ROY H. SPITZER 9179 WCR 24 FORT LUPTON, CO 80621

STREAR FARMS COMPANY, INC. 6825 EAST TENNESSEE #235 DENVER, CO 80224

THE HAROLD W. LUHMAN FAMILY TRUST 8737 WCR 24 FORT LUPTON, CO 80621

THOMAS E. BROWN 1719 VISCOUNTI DRIVE SANDY, UT 84093

CRESTONE PEAK RESOURCES HOLDINGS LLC 1801 CALIFORNIA ST., STE. 2500 DENVER, CO 80202

KERR-MCGEE OIL & GAS ONSHORE LP 1099 18<sup>TH</sup> ST., SUITE 1800 DENVER, CO 80202