

FORM
2A

Rev
08/13

State of Colorado
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Document Number:

400781590

0

Date Received:

02/12/2015

Oil and Gas Location Assessment

☒ New Location ☐ Refile ☐ Amend Existing Location Location#: _____

Submit signed original form. This Oil and Gas Location Assessment is to be submitted to the COGCC for approval prior to any ground disturbance activity associated with oil and gas operations. Approval of this Oil and Gas Location Assessment will allow for the construction of the below specified Location; however, it does not supersede any land use rules applied by the local land use authority. Please see the COGCC website at <http://cogcc.state.co.us/> for all accompanying information pertinent this Oil and Gas Location Assessment.

Location ID:

441601

Expiration Date:

04/26/2018

☒ This location assessment is included as part of a permit application.

CONSULTATION

- ☐ This location is included in a Comprehensive Drilling Plan. CDP # _____
- ☒ This location is in a sensitive wildlife habitat area.
- ☐ This location is in a wildlife restricted surface occupancy area.
- ☐ This location includes a Rule 306.d.(1)A.ii. variance request.

Operator

Operator Number: 100264

Name: XTO ENERGY INC

Address: 382 CR 3100

City: AZTEC State: NM Zip: 87410

Contact Information

Name: Kelly Kardos

Phone: (303) 397-3727

Fax: ()

email: kelly_kardos@xtoenergy.com

RECLAMATION FINANCIAL ASSURANCE

- ☒ Plugging and Abandonment Bond Surety ID: 20100210 ☐ Gas Facility Surety ID: _____
- ☐ Waste Management Surety ID: _____

LOCATION IDENTIFICATION

Name: North Piceance

Number: 197-15A1

County: RIO BLANCO

QuarterQuarter: NWSE Section: 15 Township: 1S Range: 97W Meridian: 6 Ground Elevation: 6039

Define a single point as a location reference for the facility location. When the location is to be used as a well site then the point shall be a well location.

Footage at surface: 2034 feet FSL from North or South section line

2170 feet FEL from East or West section line

Latitude: 39.962856 Longitude: -108.266680

PDOP Reading: 2.9 Date of Measurement: 12/02/2014

Instrument Operator's Name: Stacy Stewart

RELATED REMOTE LOCATIONS

(Enter as many Related Locations as necessary. Enter the Form 2A document # only if there is no established COGCC Location ID#)

This proposed Oil and Gas Location is:

LOCATION ID # FORM 2A DOC #

FACILITIES

Indicate the number of each type of oil and gas facility planned on location

Wells	1	Oil Tanks*	0	Condensate Tanks*	1	Water Tanks*	2	Buried Produced Water Vaults*	0
Drilling Pits	0	Production Pits*	0	Special Purpose Pits	0	Multi-Well Pits*	0	Modular Large Volume Tanks	0
Pump Jacks	0	Separators*	1	Injection Pumps*	0	Cavity Pumps*	0	Gas Compressors*	0
Gas or Diesel Motors*	0	Electric Motors	0	Electric Generators*	0	Fuel Tanks*	0	LACT Unit*	0
Dehydrator Units*	0	Vapor Recovery Unit*	0	VOC Combustor*	1	Flare*	0	Pigging Station*	0

OTHER FACILITIES*

Other Facility Type

Number

Those facilities indicated by an asterisk () shall be used to determine the distance from the Production Facility to the nearest cultural feature on the Cultural Setbacks Tab.

Per Rule 303.b.(3)C, description of all oil, gas, and/or water pipelines:

One 6" FlexSteel line for gas service will be buried on the north side of a two track road following a north easterly path from the well pad tying into an existing 4" steel gathering line. Sub surface flowline from the wellhead to the separator and then to the tanks will be 2" steel.

CONSTRUCTION

Date planned to commence construction: 04/30/2015 Size of disturbed area during construction in acres: 5.50
Estimated date that interim reclamation will begin: 07/30/2015 Size of location after interim reclamation in acres: 1.29
Estimated post-construction ground elevation: 6038

DRILLING PROGRAM

Will a closed loop system be used for drilling fluids: Yes

Is H₂S anticipated? No

Will salt sections be encountered during drilling: No

Will salt based mud (>15,000 ppm Cl) be used? Yes

Will oil based drilling fluids be used? No

DRILLING WASTE MANAGEMENT PROGRAM

Drilling Fluids Disposal: OFFSITE Drilling Fluids Disposal Method: Commercial Disposal

Cutting Disposal: OFFSITE Cuttings Disposal Method: Commercial Disposal

Other Disposal Description:

Beneficial reuse or land application plan submitted? No

Reuse Facility ID: or Document Number:

Centralized E&P Waste Management Facility ID, if applicable:

SURFACE & MINERALS & RIGHT TO CONSTRUCT

Name: XTO ENERGY

Phone: 303-397-3727

Address: PO Box 6501

Fax: _____

Address: _____

Email: kelly_kardos@xtoenergy.com

City: Englewood State: CO Zip: 80109

Surface Owner: ☒ Fee ☐ State ☐ Federal ☐ Indian

Check all that apply. The Surface Owner: ☒ is the mineral owner

☒ is committed to an oil and Gas Lease

☐ has signed the Oil and Gas Lease

☒ is the applicant

The Mineral Owner beneath this Oil and Gas Location is: ☒ Fee ☐ State ☐ Federal ☐ Indian

The Minerals beneath this Oil and Gas Location will be developed from or produced to this Oil and Gas Location: Yes

The right to construct this Oil and Gas Location is granted by: applicant is owner

Surface damage assurance if no agreement is in place: _____ Surface Surety ID: _____

Date of Rule 306 surface owner consultation 12/02/2014

CURRENT AND FUTURE LAND USE

Current Land Use (Check all that apply):

Crop Land: ☐ Irrigated ☐ Dry land ☐ Improved Pasture ☐ Hay Meadow ☐ CRP

Non-Crop Land: ☒ Rangeland ☐ Timber ☐ Recreational ☐ Other (describe): _____

Subdivided: ☐ Industrial ☐ Commercial ☐ Residential

Future Land Use (Check all that apply):

Crop Land: ☐ Irrigated ☐ Dry land ☐ Improved Pasture ☐ Hay Meadow ☐ CRP

Non-Crop Land: ☒ Rangeland ☐ Timber ☐ Recreational ☐ Other (describe): _____

Subdivided: ☐ Industrial ☐ Commercial ☐ Residential

CULTURAL DISTANCE INFORMATION

Provide the distance to the nearest cultural feature as measured from Wells or Production Facilities onsite.

	From WELL	From PRODUCTION FACILITY
Building:	5280 Feet	5280 Feet
Building Unit:	5280 Feet	5280 Feet
High Occupancy Building Unit:	5280 Feet	5280 Feet
Designated Outside Activity Area:	5280 Feet	5280 Feet
Public Road:	275 Feet	111 Feet
Above Ground Utility:	293 Feet	186 Feet
Railroad:	5280 Feet	5280 Feet
Property Line:	757 Feet	592 Feet

INSTRUCTIONS:

- All measurements shall be provided from center of nearest Well or edge of nearest Production Facility to nearest of each cultural feature as described in Rule 303.b.(3)A.
- Enter 5280 for distance greater than 1 mile.
- Building - nearest building of any type. If nearest Building is a Building Unit, enter same distance for both.
- Building Unit, High Occupancy Building Unit, and Designated Outside Activity Area - as defined in 100-Series Rules.
- For measurement purposes only, Production Facilities should only include those items with an asterisk(*) on the Facilities Tab.

DESIGNATED SETBACK LOCATION INFORMATION

Check all that apply. This location is within a: ☐ Buffer Zone
☐ Exception Zone
☐ Urban Mitigation Area

- Buffer Zone - as described in Rule 604.a.(2), within 1,000' of a Building Unit.
- Exception Zone - as described in Rule 604.a.(1), within 500' of a Building Unit.
- Urban Mitigation Area - as defined in 100-Series Rules.

Pre-application Notifications (required if location is within 1,000 feet of a building unit):

Date of Rule 305.a.(1) Urban Mitigation Area Notification to Local Government: _____

Date of Rule 305.a.(2) Buffer Zone Notification to Building Unit Owners: _____

FOR MULTI-WELL PADS AND PRODUCTION FACILITIES WITHIN DESIGNATED SETBACK LOCATIONS ONLY:

- ☐ Check this box if this Oil and Gas Location has or will have Production Facilities that serve multiple wells (onll or offsite) and the Production Facilities are proposed to be located less than 1,000 feet from a Building Unit. *(Pursuant to Rule 604.c.(2)E.i., the operator must evaluate alternative locations for the Production Facilities that are farther from the Building Unit, and determine whether those alternative locations were technically feasible and economically practicable for the same proposed development.)*
- ☐ By checking this box, I certify that no alternative placements for the Production Facilities, farther from the nearest Building Unit, were available based on the analysis conducted pursuant to Rule 604.c.(2)E.i.

In the space below, explain rationale for siting the multi-well Production Facility(ies) that supports your Rule 604.c.(2)E.i determination. Attach documentation that supports your determination to this Form 2A.

SOIL

List all soil map units that occur within the proposed location. attach the National Resource Conservation Service (NRCS) report showing the "Map Unit Description" report listing the soil typical vertical profile. This data is to be used when segregating topsoil.

The required information can be obtained from the NRCS web site at <http://soildatamart.nrcs.usda.org/> or from the COGCC web site GIS Online map page found at <http://colorado.gov/cogcc>. Instructions are provided within the COGCC web site help section.

NRCS Map Unit Name: Hagga Loam (Map Unit Symbol - 40)

NRCS Map Unit Name: _____

NRCS Map Unit Name: _____

PLANT COMMUNITY:

Complete this section only if any portion of the disturbed area of the location's current land use is on non-crop land.

Are noxious weeds present: Yes ☐ No ☒

Plant species from: ☐ NRCS or, ☒ field observation Date of observation: 12/02/2014

List individual species: Pine Trees, Cedar Trees, Sagebrush, Cacti & Native Grasses

Check all plant communities that exist in the disturbed area.

- ☐ Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
☒ Native Grassland (Bluestem, Grama, Wheatgrass, Buffalograss, Fescue, Oatgrass, Brome)
☒ Shrub Land (Mahogany, Oak, Sage, Serviceberry, Chokecherry)
☐ Plains Riparian (Cottonwood, Willow, Aspen, Maple, Poplar, Russian Olive, Tamarisk)
☐ Mountain Riparian (Cottonwood, Willow, Blue Spruce)
☒ Forest Land (Spruce, Fir, Ponderosa Pine, Lodgepole Pine, Juniper, Pinyon, Aspen)
☐ Wetlands Aquatic (Bullrush, Sedge, Cattail, Arrowhead)
☐ Alpine (above timberline)
☐ Other (describe):

WATER RESOURCES

Is this a sensitive area: ☐ No ☒ Yes

Distance to nearest

downgradient surface water feature: 119 Feet

water well: 1085 Feet

Estimated depth to ground water at Oil and Gas Location 75 Feet

Basis for depth to groundwater and sensitive area determination:

Depth to GW: Static Water Level of Water Well Permit 50624. Sensitive Area Determination: Distance to surface water feature.

Is the location in a riparian area: ☒ No ☐ Yes

Was an Army Corps of Engineers Section 404 permit filed ☒ No ☐ Yes If yes attach permit.

Is the location within a Rule 317B Surface Water Supply Area buffer zone: No

If the location is within a Rule 317B Surface Water Supply Area buffer have all public water supply systems within 15 miles been notified:

GROUNDWATER BASELINE SAMPLING AND MONITORING AND WATER WELL SAMPLING

Water well sampling required per Rule 609

DESIGNATED SETBACK LOCATION EXCEPTIONS

Check all that apply:

- ☐ Rule 604.a.(1)A. Exception Zone (within 500' of Building Unit)
☐ Rule 604.b.(1)A. Exception Location (existing or approved Oil & Gas Location now within a Designated Setback as a result of Rule 604.a.)
☐ Rule 604.b.(1)B. Exception Location (existing or approved Oil & Gas Location is within a Designated Setback due to Building Unit construction after Location approval)
☐ Rule 604.b.(2) Exception Location (SUA or site-specific development plan executed on or before August 1, 2013)
☐ Rule 604.b.(3) Exception Location (Building Units constructed after August 1, 2013 within setback per an SUA or site-specific development plan)

RULE 502.b VARIANCE REQUEST

☐ Rule 502.b. Variance Request from COGCC Rule or Spacing Order Number _____

ALL exceptions and variances require attached Request Letter(s). Refer to applicable rule for additional required attachments (e.g. waivers, certifications, SUAs).

OPERATOR COMMENTS AND SUBMITTAL

Comments XTO SURFACE & MINERALS. Reference area photos will be taken during the next growing season in 2015.

I hereby certify that the statements made in this form are, to the best of my knowledge, true, correct and complete.

Signed: _____ Date: 02/12/2015 Email: kelly_kardos@xtoenergy.com

Print Name: Kelly Kardos Title: Permitting Supervisor

Based on the information provided herein, this Application for Permit-to-Drill complies with COGCC Rules and applicable orders and is hereby approved.

COGCC Approved:  _____ Director of COGCC Date: 4/27/2015

Conditions Of Approval

All representations, stipulations and conditions of approval stated in this Form 2A for this location shall constitute representations, stipulations and conditions of approval for any and all subsequent operations on the location unless this Form 2A is modified by Sundry Notice, Form 4 or an Amended Form 2A.

COA Type	Description
	Operator shall pressure test pipelines in accordance with Rule 1101.e.(1) prior to putting into initial service any temporary surface or permanent buried pipelines and following any reconfiguration of the pipeline network.
	<p>As indicated on the drilling mud operations attachment, a closed loop system must be implemented during drilling. All cuttings generated during drilling with high chloride/TDS mud must be kept in tanks/containers or placed on a lined/bermed portion of the well pad; prior to disposition. The moisture content of any drill cuttings in a cuttings containment area or pile shall be as low as practicable to prevent accumulation of liquids greater than de minimis amounts.</p> <p>If the well is to be hydraulically stimulated, flowback and stimulation fluids must be sent to tanks, separators, or other containment/filtering equipment before the fluids can be placed into any pipeline or storage vessel located on the well pad; or into tanker trucks for offsite disposal. The flowback and stimulation fluid tanks, separators, or other containment/filtering equipment must be placed on the well pad in an area constructed to be sufficiently impervious to contain any spilled or released material.</p> <p>Potential odors associated with the completions process and/or with long term production operations must be controlled/mitigated.</p>
	<p>Operator must ensure secondary containment for any volume of fluids contained at well site during drilling and completion operations (as shown on the Proposed BMPs attachment); including, but not limited to, construction of a berm or diversion dike, diversion/collection trenches within and/or outside of berms/dikes, site grading, or other comparable measures sufficiently protective of nearby surface water. Any berm constructed at the well pad location will be stabilized, inspected at regular intervals (at least every 14 days [per CDPHE requirements] and after significant precipitation events), and maintained in good condition.</p> <p>Berms or other containment devices shall be constructed to be sufficiently impervious (corrugated steel with poly liner) to contain any spilled or released material around crude oil, condensate, and produced water storage tanks.</p>
	Notify the COGCC 48 hours prior to start of pad construction, rig mobilization, spud, pipeline testing, start of hydraulic stimulation operations, start of flowback operations (if different than hydraulic stimulation operations), and pipeline testing using Form 42 (the appropriate COGCC individuals will automatically be email notified, including the LGD for hydraulic stimulation operations).

Best Management Practices

<u>No</u>	<u>BMP/COA Type</u>	<u>Description</u>
1	Construction	<p>Certificate to Discharge Under CDPS General Permit No. COR-03000 Stormwater Discharges Associated with Construction. Certification No. COR-03C728</p> <ul style="list-style-type: none">• A Field Wide Stormwater Management Plan (SWMP) for the Piceance Creek Program is on file at the XTO Energy Inc. (21459 CR5, Rifle, CO, 81650) office. A Site Specific SWMP including a Site Plan will be developed for each location.• Spill Prevention, Control and Countermeasures (SPCC) for the Piceance Creek Program is on file at the XTO Energy Inc. (21459 CR5, Rifle, CO, 81650) office. The Field Wide and Site Specific SWMPs each address SPCC during construction operations.• Inspections of the project site and maintenance of installed BMP's shall be conducted in accordance with the CDPHE CDPS permit and field wide plan.• The attached Table 1 lists BMP's which may be utilized during the construction phase and in development of the Site Specific SWMP. BMP selection is based on site specific conditions including topography, existing vegetation, timing, construction sequencing, etc.

Total: 1 comment(s)

Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
2107337	CORRESPONDENCE
2107338	LOCATION DRAWING (500-FOOT BUFFER)
2107339	FACILITY LAYOUT DRAWING
400781590	FORM 2A SUBMITTED
400789017	NRCS MAP UNIT DESC
400789020	ACCESS ROAD MAP
400789024	CONST. LAYOUT DRAWINGS
400789028	HYDROLOGY MAP
400789032	LOCATION PICTURES
400789037	REFERENCE AREA MAP
400789040	LOCATION DRAWING
400789041	PROPOSED BMPS

Total Attach: 12 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final review complete.	4/8/2015 2:42:04 PM
OGLA	Initiated/Completed OGLA Form 2A review on 03-06-15 by Dave Kubeczko, requested revised Location Drawing, revised distances from production facilities, and acknowledgement of notification, fluid containment, spill/release BMPs, flowback to tanks, odor control, cuttings low moisture content, pipeline testing, and tank berming COAs from operator on 3-06-15; received updated information and acknowledgement of COAs from operator on 03-13-15 and 04-16-15; corrected distances from PRODUCTION FACILITY to cultural features per Facility Layout Drawing; passed by CPW on 02-18-15 with operator WMP BMPs acceptable; passed OGLA Form 2A review on 03-13-15 by Dave Kubeczko; notification, fluid containment, spill/release BMPs, flowback to tanks, odor control, cuttings low moisture content, pipeline testing, and tank berming COAs.	3/19/2015 2:29:00 PM
Permit	Ready to pass.	2/20/2015 4:04:13 PM
DOW	The proposed well (1), well pad and associated road and pipeline infrastructure will occupy an area that is categorized by Colorado Parks and Wildlife (CPW) as Mule Deer Critical Winter Range (MDCWR). The XTO (formerly Exxon) Wildlife Mitigation Plan was developed in cooperation with the operator for this area. The XTO WMP provides guidance that, if implemented, should reduce anticipated impacts to big game and other non-game species, and the operator is encouraged to refer to this plan when planning additional oil and gas exploration and production infrastructure in the area. BRETT SMITHERS, 2/18/2015 9:50	2/18/2015 9:50:29 AM
Permit	Passed completeness.	2/17/2015 3:32:05 PM
Permit	Add comment to "Submit" tab stating reference area photos to be submitted at later date. Add Map Unit Symbol to NRCS map unit name. Return to draft.	2/13/2015 2:58:43 PM

Total: 6 comment(s)