

COLORADO C



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TION COMMISSION
DRT

WM

1120 Lincoln Street, Suite 801
Denver, CO 80203
(303)894-2100☒ NOTICE OF UNSATISFACTORY INSPECTION☐ NOTICE OF SATISFACTORY INSPECTION

API No. 05-

001 - 6315

LEASE NAME:

Poncho ISND #2

LOCATION:

NWSE 34-35-59

OPERATOR:

Poncho Prod.

DATE:

5-21-97

INSPECTOR:

EBB

Insp. Type: SR

Insp. Status: PA

PA: Y

N

Pass/Fail: P

F

Viol: Y

N

NOV: Y

N

INSPECTION ITEM

COMMENTS

INPUT

Well ID Signs

(Rule 210, 604.c(4))

Pits (Reserve/Production)

(Rule 902, 903, 904, 905)

Fences

(Rule 603.b.7, 604.C.(3), 1002.A)

Tank Battery Equipment

(Rule 603.b.3, 604)

Fire Walls/Berms/Dikes

(Rule 603.b.12, 604)

General Housekeeping

(Rule 603)

Spills (Oil/Water)

(Rule 907)

Bradenhead

(Rule 207.b)

Drilling Well/Workover

(Rule 317)

Surface Rehabilitation

(Rule 1002, 1003, 1004, 1103)

Miscellaneous

Grassland - needs reseeding

Risers + freeter @ battery site
Plugged 4-1-96

CORRECTIVE ACTION REQUIRED:

Comply w/ Rule 1004

Date Corrective Action Required By:

6-30-97

Date Remedied:

This report is a Notice of Inspection. The Commission requires that you correct any deficiencies shown on this report in a timely manner. Failure to comply may result in enforcement action by the Commission.



00416681

Site

RECEIVED

JUL 10 97
COGCC

RECEIVED

JUL 10 97

COGCC

PONCHO PRODUCTION COMPANY

P. O. Box 844

Elkhart, Kansas 67950-0844

(316) 697-2883

April 26, 1997

Morgan County Rural Electric Association
P. O. Box 738
Fort Morgan, Colorado 80701

Re: Request for removal of service
Jolly "A" #1 NESE 7-3S-55W Washington County
Jolly "D" #3 NENW 8-3S-55W Washington County

Dear Sir or Madam:

Poncho Production Company is the operator of the above referenced wells which were plugged and abandoned in the Fall of 1996. A recent inspection of the wellsites by the Colorado Oil and Gas Conservation Commission has revealed that the electrical service to these wells remains intact. According to the policies of the COGCC, the electric power transmission facilities should be removed upon abandonment of the wells.

The Jolly "A" #1 wellsite is located in what is now a cultivated field so the removal of these poles should be coordinated with the surface owner, Ms. Kathy Jolly at (303) 295-1271 or Mr. Ray Chenoweth, her foreman, at (970) 386-2246 to prevent any unnecessary crop damage or ground disturbance. The Jolly "D" #3 is located in a pasture adjacent to the main ranch road so there should be no problem in removing these poles.

Your prompt attention to this matter would be greatly appreciated. Please contact me as soon as possible in the event that you have any problems and to confirm the completion of the work. Thank you.

Sincerely,



Robert L. Vaclavik
President

:RLV

xc: Kathy Jolly
Ed Binkley, COGCC

PONCHO PRO
P. C
Elkhart, K
(316

Apr

Mr. John Udema
Intermountain Rural Electric Association
P. O. Box 495
Strasburg, Colorado 80136



CORTLAND P. BROWN
759-6675

ED - FYI

Robert

Your Real Estate Specialist

Re: Request for removal of service
Poncho Field
Adams and Arapahoe Counties

Dear Mr. Udema:

Poncho Production Company is the operator of the Poncho Field which is situated on the Adams/Arapahoe county line 13 miles east of Byers, Colorado on US Highway 36. In April of 1996, a request was made to remove the remaining service from the field excluding the service to the Waterflood/Injection Station which is our storage yard for the present.

During the month of May or June of 1996, several of the poles, lines and transformers were removed leaving many that have become the concern of the surface owners and the Colorado Oil and Gas Conservation Commission. The COGCC has taken upon itself to require the operators of abandoned oil and gas wells to cause the service to be removed. The timetable for doing so should be approximately 6 months from the plugging of the well(s) which, in this case, would have been in November of 1996. Attached is a map of the field which shows the locations of the endpoints of the system in the field. Highlighted are the poles and/or lines and/or transformers which need to be dealt with in the very near future. However, all of the three phase lines which served our equipment (excluding the Injection Station) or that of Matador/Koch should be removed unless Richard Price chooses to have them remain and so notifies the COGCC.

In October of 1996, we carefully levelled, graded and drug the wellsites to the specifications of the COGCC. It would be appreciated if you minimized your impact on the locations. To this end, you should coordinate your work in the field with Pete Hanks (769-4711, 822-9414) in order to keep any disturbance and future problems to a minimum due to ground conditions.

Please contact me as soon as possible to discuss your plans and in the event that you need any additional information. Your prompt attention to this matter would be greatly appreciated. Thank you.

Sincerely,

A handwritten signature in dark ink, appearing to read "Robert L. Vaclavik". The signature is fluid and cursive, with the first name "Robert" being more prominent.

Robert L. Vaclavik
President

:RLV

xc: Colorado Oil and Gas Conservation Commission
Mr. Larry Robbins
Mr. Ed Binkley

Provided that the
N $\frac{1}{2}$ SE $\frac{1}{4}$ sec 34 be
the designated drilling
Unit.