



February 2026

Greetings,

We are writing to notify you that Kerr-McGee Oil & Gas Onshore, LP, a subsidiary of Oxy USA Inc., is working through the permitting process to obtain approval to develop an oil and natural gas project called, Carnation, in your community. In our commitment to being a good neighbor, we work to provide frequent and transparent information, seek community feedback, safeguard the environment, and protect the health and safety of communities and employees where we do business.

Enclosed is information about us, the permitting process, general and site-specific project details, proposed location maps, and an estimated development schedule. Additionally, you will find resources with more information about the permitting process, including how to provide public comment on the permit, which can also be found on the Energy & Carbon Management Commission (ECMC) website at <https://ecmc.colorado.gov/>

**The public comment period for this project is from
January 29, 2026, to March 15, 2026**

If you would like to discuss the details of this application, the public comment process, or request a meeting to discuss the proposed oil and gas project, please contact us at any time.

Additionally, we will be hosting another community meeting to provide additional project-specific information and seek your input. We'd love to see you there.

WHEN: THURSDAY, FEBRUARY 19TH, 2026

TIME: 5:00 PM – 6:15 PM

WHERE: JOHNSTOWN YMCA (165 SETTLER WAY, JOHNSTOWN, CO 80534)

You can find updates on this project and other useful information about oil and gas development on our website, OxyColoradoStakeholder.com. We welcome all questions, appreciate feedback, and look forward to hearing from you.

Oxy Stakeholder Relations

1099 18th Street, Suite 700 Denver, CO 80202

866.248.9577

ColoradoStakeholder@oxy.com

www.OxyColoradoStakeholder.com

New Oil and Gas Development Plan



Permitting Process

The State of Colorado permitting process, known as an Oil and Gas Development Plan or OGDP, requires projects like Kerr-McGee's proposed Carnation project to undergo a comprehensive permitting process. We do this at both the local and state level. Recently, Kerr-McGee submitted an OGDP application to develop 10 oil and gas wells on the Carnation location. The Energy & Carbon Management Commission (ECMC) has determined that the application contains all the required information and is therefore complete.

This determination initiates the public comment period at the ECMC. Included in this packet are instructions on how to provide public comment.

Proposed Location Information: Carnation OGDP (40.370051, -104.953878)



Pad Name	Parcel #	Location	Approximate Pad Dimensions	Acres during development	Acres after reclamation	ECMC Permit 2A Doc #
Carnation	8525000004	NW1/4 SE1/4 SECTION 25 NWSE TOWNSHIP 05N RANGE 68W, 6 TH P.M.	~752' x ~664'	~9.58	~3.29	404189569

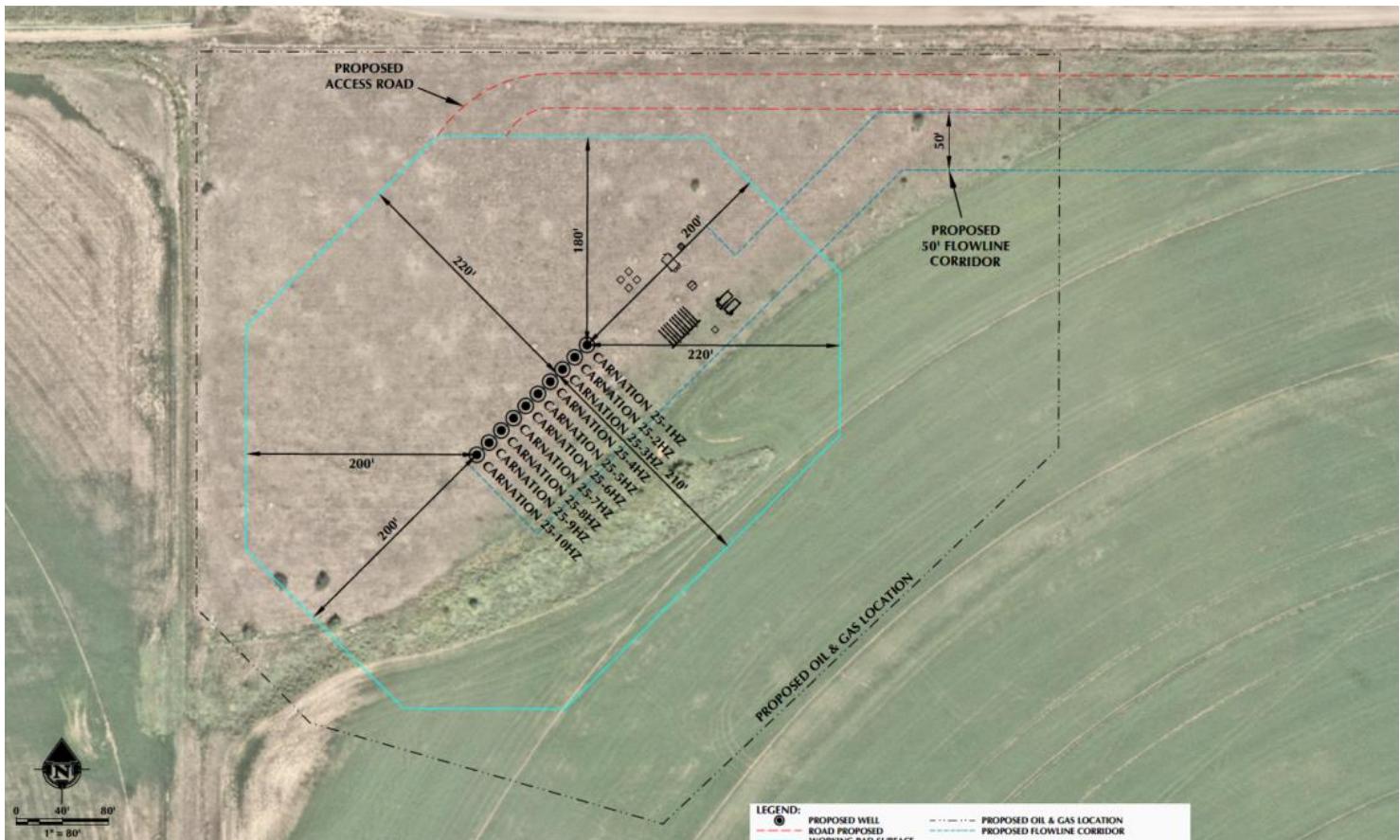
For project updates, please see OxyColoradoStakeholder.com/Project-Updates

Carnation Site Layout

Site Planning

Below is a visual representation of what the site will look like. To reduce visual impacts, we placed the equipment at this location as far from homes as feasibly possible.

In total, there are 10 wells. Of those, half the wells will head east, and the other half will run west. An independent, third-party company will be responsible for piping oil and gas from this location. This company will lead the planning and facilitation of this project. Currently, they are still in the planning stages of identifying the proposed pipeline route.



[Click here](#) to watch a video about our production facilities and our tankless design. You can also learn more by visiting, <https://bit.ly/OxyProductionFacilities>.

The video shows you what our typical facility looks like. If you have any questions about the site layout or what equipment will be on-site, please reach out to our Stakeholder Team who can connect you with the right people: Coloradostakeholder@oxy.com.

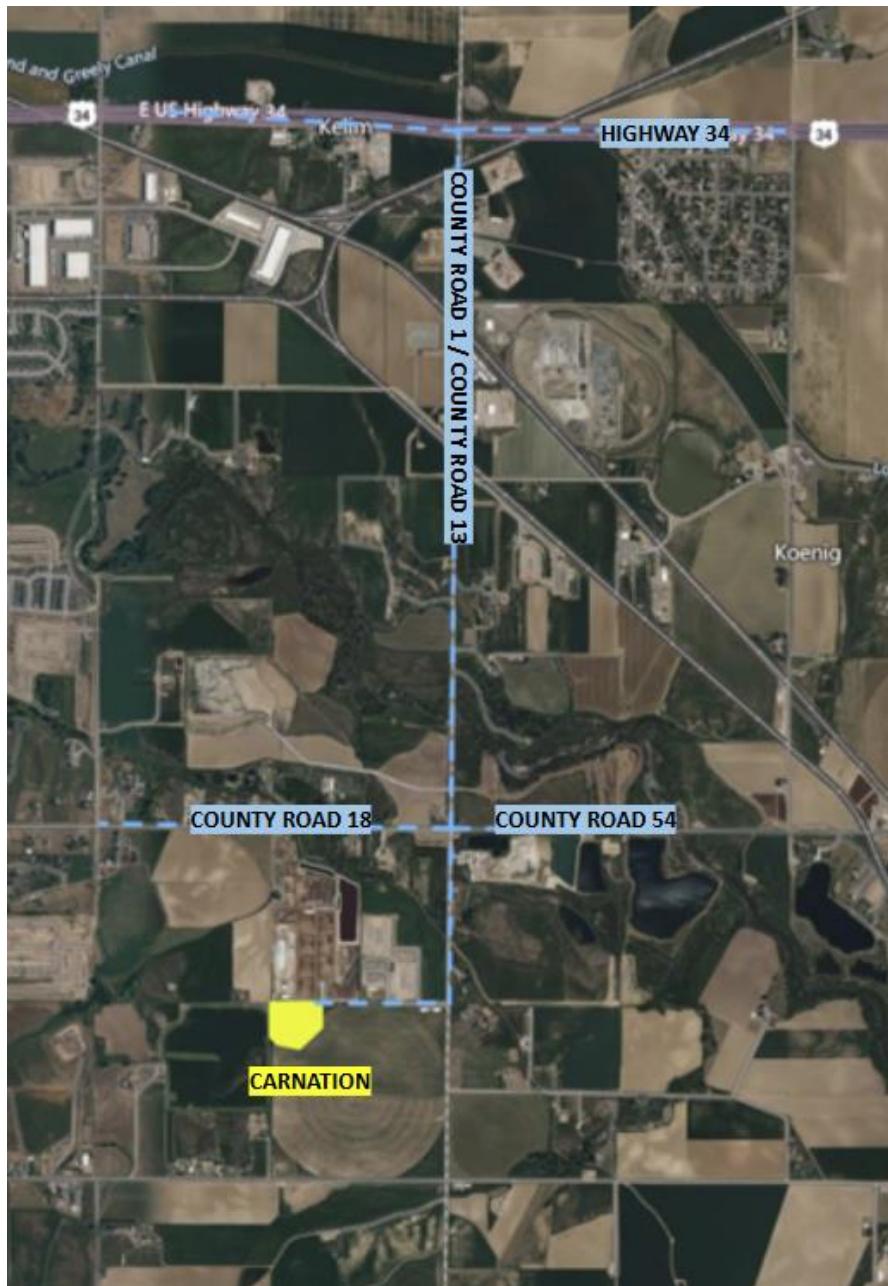
Traffic and Haul Route Details



Permitting Process

One part of the comprehensive permitting process is developing a traffic management plan. This includes specific routes for all traffic coming to and leaving the proposed project location (below). To access the location, we will take County Road 13 north to Highway 34. Speed limits will be reduced to 10 mph on the access road and 5 mph once vehicles reach the well pad/facility.

The natural gas produced at this location will be transported off-site through a pipeline, removing as many unnecessary truck trips as possible. This site will also use our Water-On-Demand system to transport water for hydraulic fracturing, further reducing the amount of truck trips to this location. Since utilizing this water technology in 2012, it has enabled us to eliminate more than 60 million miles of truck traffic from the roads in Weld County, reducing emissions, dust, road wear, and inconvenience to our neighbors. This system also reduces our surface footprint by significantly decreasing the number of tanks needed for water storage onsite during well completion.



Estimated Project Timeline



Noticing and Occupations

We will work to develop these wells as efficiently as possible, providing up-to-date information on the project before it happens. As part of our process, we comply with all local and state noticing requirements to ensure the community and those closest to our operations understand when each phase of development will occur. We also work to inform the community about what we are doing around safety, air and water quality, noise, traffic and when it is possible to provide public input on new projects.

Each of our notices align with the phases of our operations that occur during individual “occupations.” Occupations allow us to construct and complete a specified number of wells at one time, giving communities a break in operations before returning to construct and complete the next occupation. Each phase of operations takes an approximate amount of time:

- **Surface Drilling** – 18-24 hours per well
- **Production Drilling** – 3.5-7 days per well
- **Well Completions** – 5-8 days per well

These project timelines do change. To access real-time project updates online, please visit www.OxyColoradoStakeholder.com/project-updates.

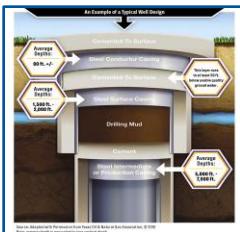
Phase	Work Activity	Estimated Start	Estimated End	Estimated Traffic Totals
1	Pad Construction	March 2027	March 2027	6,439
2	Surface Drilling	March 2027	March 2027	356
3	Horizontal Drilling	April 2027	May 2027	3,945
4	Well Completions	September 2027	October 2027	10,650
5	Production Facility Construction	N/A (Jodster)	N/A (Jodster)	657
6	Interim Reclamation	November 2027	February 2028	5,283

Energy Development: Phases of Operations



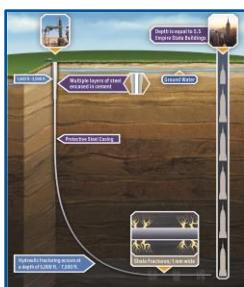
1 Pad Construction (30-45 days per pad)

Standard construction equipment prepares the well site. In some cases a wall may be installed to reduce or minimize noise and light during development.



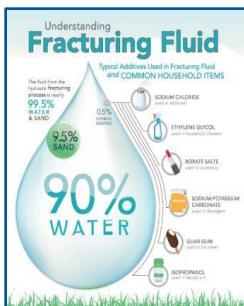
2 Surface Drilling (18 – 24 hours per well)

A drilling rig begins the underground construction process by installing steel pipe and cement (surface casing) to protect groundwater. Surface casing is set at least 500' below the aquifer and typically extends down about 1,500'+ below the surface.



3 Production Drilling (3.5 - 7 days per well)

A production rig arrives and drills to a depth of 7,000 to 8,000 feet. The horizontal portion of the wellbore can extend more than two miles. Additional layers of protective steel casing and cement are installed.



4 Well Completions (5 - 8 days per well)

Hydraulic Fracturing: This is a process that's been safely used since the 1940s. It involves pumping fluid more than a mile underground at high pressure to create tiny cracks in the rocks, which helps release oil and gas.

Flowback: After the fracturing process, the wells are opened so oil and gas can flow out and be collected at the production facility.

Well Clean-out and Tubing: The wells are cleaned to remove extra sand, and special pipes (tubing) are installed to help bring the oil and gas to the surface.



5 Production Facility Construction (30 - 45 days per facility)

Production facilities are constructed adjacent to the wells to collect and separate the oil, natural gas, and water that are produced. Facility production is 30-45 days of work, completed in stages over about four months.



6 Reclaim Well Site (60 days per pad)

Once development phases are complete, the pad is reclaimed to the largest extent possible to match the existing landscape. Each well will produce energy vital to the health and welfare of our communities for decades to come.

Reducing Our Impact



We aim to be good neighbors by making our activities compatible with the community. We use various techniques to reduce the temporary impacts of our development. Our team carefully designs each location based on the area's specific attributes and needs. While we operate some development and construction facilities 24/7, we actively work to minimize disruptions as much as possible. For each well pad, we deploy the following strategies to reduce possible impacts, including:

Noise



In addition to sound walls, we use upgraded drilling rigs with noise-reducing features and low-noise hydraulic fracturing pump trucks, which are designed to be quieter by using technologies that reduce noise levels without sacrificing operational performance.

Light



We use improvised lighting design, mounting LED lights so they are strategically oriented away from homes to make our operations less visible to our neighbors. We do our best to decrease light visibility while also providing enough light for our worker's safety.

Odor



We use low-aromatic, synthetic drilling fluid (also known as drilling mud) during our drilling operations which significantly reduce odor during the drilling phase of our operations. This fluid helps clean and cool the drill bit, carry rock cuttings to the surface, and stabilize the wellbore.

Dust



We apply dust suppression to the roads as needed. Various techniques include installing tracking pads and sediment traps, hydro mulching and/or hydroseeding topsoil piles, seeding disturbed soils, and placing and compacting a gravel layer on the working pad surfaces and access roads.

Monitoring Air and Groundwater



Monitoring Emissions

We take the protection of air quality seriously throughout every phase of development.

During drilling and completions, independent third-party experts conduct continuous air monitoring using a combination of proven and cutting-edge technologies, such as weather stations, hydrocarbon analyzers, and advanced sampling tools, to ensure the accuracy of collected data and provide meaningful insights into local environmental conditions. Strategically placed air canisters also supplement monitoring station data. These air samples are collected and analyzed according to the Environmental Protection Agency (EPA) standards, with results compared against CDPHE health guideline values.

Air monitoring data is collected continuously and tracked 24/7 by our Integrated Operations Center (IOC), which ensures timely and effective responses. Our monitoring program includes clearly defined response and investigation levels to safeguard the health, safety, and welfare of nearby communities, our employees, and the environment.

To further reduce emissions near our production facilities, our in-house team conducts regular leak detection and repair inspections. During the production phase, trained personnel use handheld infrared cameras to inspect each site. We also deploy infrared-equipped drones and perform frequent audio, visual, and olfactory inspections to identify and address potential leaks quickly and thoroughly.

Our air monitoring program is approved by CDPHE and enforced by the Energy and Carbon Management Commission (ECMC), with monthly reports submitted to both agencies. Since 2020, we've collected over 11,500 samples - all well below the CDPHE Health Guidance Values of 9 Parts Per Billion. These monthly reports are publicly accessible and can be viewed [here](#).

- <https://oitco.hylandcloud.com/CDPHERMPublicAccess/index.html>



Groundwater Protection

We conduct baseline water-quality sampling and construct double-walled produced water sumps and secondary containment for operations. Sensors between the walls of the water sumps and additional automation allow us to remotely monitor fluid levels and remotely shut in the wells if we detect an issue.

Contacts

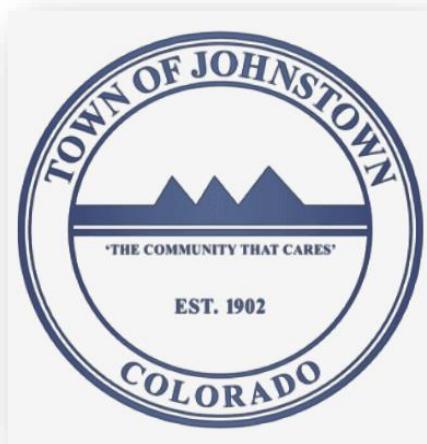


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Oxy Integrated Operations Center (IOC)
970.515.1500

Real-time monitoring of wells, water tanks,
and production facilities
24 hours a day, 365 days a year



**Town of Johnstown
Planning & Zoning Department**
970.587.4664 | planning@johnstownco.gov
<https://johnstownco.gov/225/Planning-Development>

For information about this project, ask about
the **CARNATION OGDP**



**Energy & Carbon
Management Commission (ECCM)**
303.894.2100
<https://ecmc.colorado.gov/>

If you would like translation, please contact us at: coloradostakeholder@oxy.com or 866.248.9577

Si desea una traducción, comuníquese con nosotros a: coloradostakeholder@oxy.com o al 866.248.9577

Nếu bạn muốn dịch, vui lòng liên hệ với chúng tôi theo địa chỉ: coloradostakeholder@oxy.com hoặc số 866.248.9577

如果您需要翻译 · 请联系我们 : coloradostakeholder@oxy.com 或 866.248.9577

번역이 필요하시면 coloradostakeholder@oxy.com 또는 866.248.9577로 문의해 주세요.



COGCC INFORMATION SHEET: PROCEDURAL STEPS FOR THE COMMISSION'S REVIEW OF OGDPs

(As required by COGCC Rule 303.e.(2).C)

Why am I receiving this information sheet?

Oil and gas operating companies (“Operators”) are required to obtain approval of an Oil and Gas Development Plan (“OGDP”) from the Colorado Oil and Gas Conservation Commission (“COGCC”) prior to undertaking any new operations such as drilling oil and gas wells or building oil and gas locations. When an Operator submits an OGDP application to the COGCC for consideration, and the application has been received and is deemed complete, COGCC staff begins a formal technical review of the application materials, and a public comment period starts.

COGCC has prepared this information sheet to inform the public of the procedural steps involved with the Director’s and Commission’s review of an OGDP, so that the public is informed and may participate in the review process if they choose. As part of the process, Operators must provide this information sheet to certain recipients, like yourself, that include mineral owners within the area of proposed development and all landowners, homeowners, commercial property owners, tenants, and other entities within 2,000 feet of an oil and gas location proposed by a pending OGDP application.

What is an Oil and Gas Development Plan (OGDP)?

An OGDP is an Operator’s plan to develop oil or gas resources (“minerals”) from one or more surface locations. Operators prepare an OGDP and associated application materials, consistent with the requirements of COGCC Rule 303, and submit the plan for approval through the Commission’s Hearings process. The application materials include a hearing application; one or more Form 2A, Oil and Gas Location Assessments; a Form 2B,

Cumulative Impacts Data Identification; and a Form 2C, OGDP Certification. The application may also include a request for the establishment of one or more Drilling and Spacing Units (“DSUs”). The OGDP, along with its associated supporting documents, will be heard at a public hearing where the Commission will make a final determination to approve or deny the OGDP application.

What are the procedural steps involved with the Director’s and Commission’s review of Oil and Gas Development Plans?

- OGDP application is submitted:** Operator/ Applicant submits a complete OGDP application with all supporting documents. The written portion of the application is submitted to the COGCC hearings unit via the eFilings system, and Forms 2A, 2B, and 2C are submitted to technical staff via the eForms system. (See Rules 303 & 304)
- OGDP application is received:** The COGCC hearings unit reviews the written hearing application, assigns a docket number for the OGDP, and provides public notice for the hearing. (See Rules 303 & 504)
- Completeness determination:** The COGCC technical staff and Director review the application materials for completeness. When deemed complete:
 - the OGDP application materials are posted on COGCC’s website;
 - the Operator provides notice (including this information sheet) to relevant persons;
 - the public comment period begins;
 - the formal consultation period commences as applicable (including relevant/ proximate local governments and other agencies such as Colorado Parks and Wildlife (“CPW”) or Colorado Department

of Public Health and Environment (“CDPHE”)); and

- e. COGCC staff begin their technical review of the OGDP components. (See Rule 303).
4. **Director’s review of application (technical review):** COGCC technical staff conducts the technical review of all application materials to ensure compliance with COGCC Rules, ensure the protection of public health, safety, welfare, the environment, and wildlife resources, and to evaluate potential Cumulative Impacts. The technical review includes analysis and assessment of:
 - a. DSUs and protection of mineral owner’s correlative rights;
 - b. proposed surface locations and alternative locations;
 - c. downhole and engineering considerations;
 - d. best management practices;
 - e. public comments and recommendations provided by consulting agencies;
 - f. financial assurance; and
 - g. the need for conditions of approval. (See Rule 306)
5. **Director’s recommendation:** Once the Director has reviewed the application materials, the Director provides a written recommendation to the Commission in support of the approval or denial of the OGDP application. The Director will post the recommendation on COGCC’s website, notify relevant parties¹, and submit it to the COGCC hearings unit in preparation for hearing. (See Rule 306.c)
6. **Commission’s consideration and final action (public hearing):** The Commission receives the

Director’s recommendation of the OGDP and begins review of the OGDP with support from the COGCC hearings unit. The review includes all supporting documents, written testimony, public comments, consulting agency recommendations, and Director’s recommendation. The Commission considers the OGDP at a public hearing, which may include oral testimony provided during the hearing. The Commission makes a final determination and presents its findings in a written order based on the evidence in the record; the Commission’s order to approve or deny the OGDP application is final. (See Rule 307)

Where can I get additional information?

For more information about the COGCC administrative hearing process and OGDPs, please refer to the COGCC website at <http://cogcc.state.co.us>. You may also contact the COGCC at dnr.ogcc@state.co.us or 303-894-2100. Please note, COGCC staff are not available to provide legal advice. COGCC recommends that you engage an attorney with knowledge of oil and gas matters to assist you with reviewing any offers you receive from an oil and gas operator or other person.

¹ Parties who receive this information sheet will not necessarily be included in the notice of the Director’s recommendation. Parties who make a public comment on the Form 2A and include their email address will receive the notice of the Director’s recommendation.



COLORADO

Energy & Carbon Management Commission

Department of Natural Resources

Purpose

This information sheet provides details on how to make public comments on an Oil and Gas Development Plan submitted to the Colorado Energy & Carbon Management Commission via the Form 2A, Oil and Gas Location Assessment permit application.

Why am I receiving this Information Sheet?

You have received this Colorado Energy & Carbon Management Commission ("ECMC") information sheet because an oil and gas operator ("the Operator") has submitted an application for an Oil and Gas Development Plan ("OGDP"), and that application is under review by the ECMC. Per ECMC Rule 303.e.(1), the Operator is required to provide this information to you within seven days of the application materials being posted on the ECMC website.

ECMC Rule 303.d requires the ECMC to open a formal "public comment period" upon posting the OGDP application to our website. This public comment period allows the public to review OGDP applications and their components (i.e., proposed Oil and Gas Locations), and provide comments on those pending permit applications.

How can I provide comments on pending permits in an OGDP?

Members of the public can access OGDP applications through the ECMC website to review permit information and provide comments. Public comments may be made directly on Form 2A, Oil and Gas Location Assessment permit applications ("Form 2A") through the COGCC website.

1. Go to the ECMC website <https://ecmc.state.co.us>
2. On the green menu bar, click on the "Permits" page. This will take you to the "OGDP and Location Applications" tool for Applications for Oil & Gas Development Plans (OGDPs) and Oil & Gas Locations (Form 2As).



3. Under "Applications for Oil & Gas Development Plans (OGDPs) and Oil & Gas Locations (Form 2As)", find "Oil and Gas Location Assessment Permits (Form 2A)" section. Select the county of interest from the dropdown menu of the "Pending Oil & Gas Location Assessments (Form 2As)" and click "Go!"

Oil & Gas Location Assessments (Form 2As)		
Pending Oil & Gas Location Assessments (Form 2As):		
<input type="button" value="Adams"/> <input type="button" value="Go!"/>		

INFORMATION SHEET: PUBLIC COMMENTS

(As required by ECMC Rule 303.e.(2).D)

4. This will generate a table of pending applications and will indicate the status of the public comment period for each permit within the ECMC review process.
5. Scroll through the list of pending permits to find the one you would like to review. You may wish to use "ctrl + f" to search for a specific document number, operator name, or location name.
6. To view the submitted Form 2A and its associated attached documents, click the "Location Name & Number" link for the permit application you wish to view.

Oil & Gas Location Assessments (Form 2As) Pending							
		Returned: 3 record(s)					
Operator Name	Operator Number	Location Name & Number (Documents Link)	Document Number (Public Comment Link)	Final day of Public Comment Period (Closes at Midnight)	Received Date	Form Status	Status Date
CRESTONE PEAK RESOURCES OPERATING LLC	10633	View 3-05-19-04-North	403497330	03/03/2024	10/16/2023	IN PROCESS	2/23/2024

7. To make a public comment on a specific permit application, click the "Doc Number" link of the permit on which you wish to comment. This will take you to the Public Comment portal.

Oil & Gas Location Assessments (Form 2As) Pending							
		Returned: 3 record(s)					
Operator Name	Operator Number	Location Name & Number (Documents Link)	Document Number (Public Comment Link)	Final day of Public Comment Period (Closes at Midnight)	Received Date	Form Status	Status Date
CRESTONE PEAK RESOURCES OPERATING LLC	10633	View 3-05-19-04-North	403497330	03/03/2024	10/16/2023	IN PROCESS	2/23/2024

8. In the Public Comment portal, you may navigate to the Form 2A application including the PDF and all attachments by clicking on "Related Documents".

COGCC Public Comments			
Public Comment Date: March 24, 2024 Status Open <input style="border: 2px solid red; border-radius: 5px; padding: 5px; width: 150px; height: 30px;" type="button" value="Make Comment"/>			
Comments Received			
The views expressed within public comments do not necessarily reflect the opinions of the COGCC, the State of Colorado, or any associated agencies. <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 10%;"></td> <td style="width: 90%;"></td> </tr> </table>			

9. To make a public comment, click the "Make Comment" button. A Form will open for you to provide your name, contact information, and your comment. Only the text in the Comment box will be made public; your contact information will be kept confidential by ECMC.

Name / Organization	
<input type="text" value="Enter your Name or organization"/>	
email	
<input type="text" value="Enter an email address..."/>	
subject	
<input type="text" value="Enter a subject for your comment..."/>	
Comment	
<input type="text" value="Chars left: 9000"/>	
<small>Individual comments exceed the approved limit and will be removed without notice. Comments do not necessarily reflect the opinions of the COGCC, the State of Colorado, or any associated agencies. Due to the volume of comments received, individual responses may not be provided.</small>	
<input type="button" value="Cancel"/> <input type="button" value="Submit Comment"/>	

10. Click the “Submit Comment” button when you are ready to submit your comment.
11. You may also view other public comments and read yours after it is posted by scrolling down on this page (see below about a delay in displaying comments).

How long do I have to submit a comment on a permit?

The Public Comment Period begins once the ECMC Director determines the OGDP application is complete and has been successfully submitted by the operator. The Director will approve the Form 2C, OGDP Certification form, and post the OGDP application on the website for public review.

In order to be considered by the Director and Commission during the review of the OGDP, public comments must be received as follows:

1. Within 30 days from the date that the Director posts the OGDP on the website, OR
2. Within 45 days if the OGDP includes any proposed Oil and Gas Locations within 2,000 feet of a Residential Building Unit, High Occupancy Building Unit, or School Facility within a Disproportionately Impacted Community.

The final day for public comments can be found in the list of all pending permits:

Oil & Gas Location Assessments (Form 2As) Pending							
Back		Export to Excel		Returned: 3 record(s)			
Operator Name	Operator Number	Location Name & Number (Documents Link)	Document Number (Public Comment Link)	Final day of Public Comment Period (Closes at Midnight)	Received Date	Form Status	Status Date
CRESTONE PEAK RESOURCES OPERATING LLC	10633	Block 3-65 19-24 North Pad	403497330	03/23/2024	10/16/2023	IN PROCESS	2/23/2024

When the Public Comment Period closes, the date will revert to read “Comments Closed”. The link to the public comment portal will remain active, but comments will no longer be accepted. You will still be able to view any public comments submitted for pending permits.

The Director may extend or reopen the public comment period per Rule 303.g, for up to an additional 30 days for a proposed OGDP if the Director determines an extension or reopening is reasonable in order to obtain public input.

What happens to my comment?

Your comment will become part of the public record of the application and will be reviewed by the applicant,

ECMC staff, Director, and the Commission. ECMC staff may recommend permit conditions in response to comments. But, Staff does not routinely respond individually to comments; instead, ECMC staff will work directly with the applicant to address the site-specific concerns expressed.

Submitted comments may not be immediately visible; it may be a few days before you see your comments posted. This delay allows ECMC supervisory staff to screen for offensive language prior to publication.

What if I want to make my comment to the Commission?

ECMC Staff and the Director review every comment received on a Form 2A permit application. They review the site specific concerns against the totality of the application materials, including the alternative location analysis, cumulative impacts evaluation, and best management practices proposed by the applicant. When the Director makes a recommendation to the Commission to either approve or deny an OGDP, that recommendation will include the consideration of the public comments received.

In their review of an OGDP for a final determination at the administrative hearing, the Commission will have access to the entire record, including your public comment.

Can I remain anonymous?

Yes. Only the “Comment” portion of your submitted comment will be made publicly viewable. Your name and contact information will be kept confidential, and will only be used by ECMC staff to contact you if necessary in the course of permit application review. If you choose to include your name and contact information in the body of your comment text, it will be part of the public record.

Where can I get additional information?

The following links provide guidance and additional information on providing Public Comments.

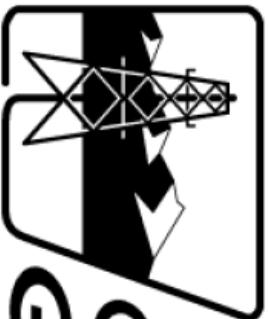
ECMC Permits Page:

<https://ecmc.state.co.us/permits.html#/permits>

Numerous helpful guidance documents can be found at the link on the ECMC Permits Page:

<https://ecmc.state.co.us/permits2.html#/permitshelp>

Daily Activity Dashboard (DAD) is another useful tool and can be used to access the public comment portal as well: <https://ecmc.state.co.us/dashboard.html>



Colorado Department of Natural Resources
CONSERVATION COMMISSION

Information on

Hydraulic Fracturing

What is hydraulic fracturing?

Hydraulic fracturing is the process of creating small cracks, or fractures, in deep, underground geological formations to liberate oil or natural gas and allow it to flow up the well for capture and use in heating our homes, fueling our cars and providing the electricity we all use for our televisions, computers and other devices.

To fracture the formation, fracturing fluids – mostly water and sand, with a small percentage of chemical additives – are injected down the well bore into the formation. The fluid, injected under pressure, causes the rock to fracture along weak areas.

The fluids that create the initial fractures are then mixed with thicker fluids that include sand and gelatin. These thicker fluids lengthen the openings in the rock. When the fractures are complete, and pressure is relieved, the fluids flow back up the well where they are captured and stored for later treatment or disposal.

As the fluids flow back up, sand remains in the fractures and props the rock open, maintaining

an open pathway to the well. This allows the oil and gas to seep from the rock into the pathway, up the well and to the surface for collection. In Colorado, the targeted formations for hydraulic fracturing are often more than 7,000 feet underground, and some 5,000 feet below any drinking water aquifers.

The process of hydraulic fracturing has been used for decades in Colorado, dating to the 1970s. Hydraulic fracturing continues to be refined and improved and is now standard for virtually all oil and gas wells in our state, and across much of the country. Hydraulic fracturing has made it possible to get the oil and gas out of rocks that were not previously considered as likely sources for fossil fuels.

Common questions and answers about hydraulic fracturing.

Q: Can hydraulic fracturing open up pathways for oil and gas to reach ground water zones where water wells are producing?

A: The distance between the oil and gas formation and the water formations is substantial. In the case of the Niobrara and the Fox Hills Aquifer in northeast Colorado, for example, the separation is about 5,000 feet – or roughly a mile – of bedrock.

Q: How do you ensure the fracturing fluid, including the chemical additives, don't escape the oil and gas wellbore and impact nearby water wells?

A: The COGCC requires all wells to be cased

with multiple layers of steel and cement to isolate fresh water aquifers from the hydrocarbon zone. The steel casing and surrounding layers of cement protect the drinking water aquifers that the wellbore penetrates. Surface casing is required to extend 50 feet below the base of the deepest freshwater aquifer to seal it off from any possible

migration of fluids associated with oil and gas development. After it is determined that the well is capable of producing oil or natural gas, a production casing is set to provide an added layer of separation between the oil or natural gas stream and freshwater aquifer. A well survey called a cement bond log is performed to ensure the cement is properly sealed around the casing. Additionally, the COGCC requires that pressure tested with fluid to the maximum pressure that will ever be applied to the casing. The well's construction design is reviewed by the professional engineering staff at the COGCC. Any flaw in the design will be corrected prior to issuing the required drilling permit.

Q: What kinds of fluids do operators use to hydraulically fracture wells?

A: Approximately 99.5% of the fracturing fluid volume is water and sand. The remaining portion is made up of a variety of chemicals. There are chemical additives used to reduce friction during pumping and prevent corrosion of the steel, biocide to kill bacteria in the water and surfactant to promote water flowback. The exact formulation may vary depending on the well and the objectives of the specific fracturing treatment. Fracturing chemicals are similar to other industrial chemicals which must be handled properly. For certain chemicals, safe work practices, proper site preparation, and attentive handling are required to ensure that employees, the public, and the environment are protected.

COGCC rules require that operators publicly disclose the ingredients and concentrations of fracturing chemicals for each well within 60 days of completion. That information is required to be posted on the website www.fracfocus.org, which is searchable by county, operator and well. The website also provides information on chemicals used and their purpose.

Q: How are these fluids managed on the surface?

A: Large volumes of fluids are maintained on the drill site during the drilling and hydraulic fracturing process. Operators must take great care to prevent spills; operators are charged with protecting environmental resources and spills violate state law. The fluids are blended on site in equipment that adjusts the mix of sand, water and chemicals at different stages of the operation. The blended mix is sent to pumping units to raise the pressure and send the fluid down the well. Like spills, operators must prevent leaks. In addition to complying with state regulations, leaks and spills would create costly delays, providing additional incentive for operators to ensure all fittings and connections are pressure tested with clean water before any operations begin.

After the fracturing is completed, fluids return to the surface as "flowback." These fluids are now considered exploration and production waste and must be treated accordingly in compliance with state regulations. Production fluids, including oil and related substances, also rise to the surface. All of these fluids must be separated and contained in impervious vessels and waste fluids must either be recycled or properly disposed of under regulatory oversight.

Q: What can neighbors expect to experience during the fracture stimulation work?

A: After the drilling rig is moved off site, water tanks are brought to the site and water-hauling trucks arrive. The day the operation is to begin, the sand haulers, pump truck, blender and the control van arrive. The equipment will all be connected together and then connected to the well head with high pressure hoses. After testing the equipment, the actual fracture stimulation will begin. The operation may take several hours

to several days depending on the number of fracture zones. You will not feel the fracture of the rock because of its very low energy and depth of the formation. The equipment noise is the most noticeable occurrence during the operations.

The COGCC has rules that are specific to hydraulic fracturing. For more information on these rules, visit: <http://cogcc.state.co.us>

- Rule 205 Inventory chemicals
- Rule 205A Chemical disclosure
- Rule 317 Well casing and cementing
- Rule 317B Setbacks and precautions near surface waters and tributaries that are sources of public drinking water
- Rule 341 Monitoring pressures during stimulation
- Rule 608 Special requirements for coal-bed methane wells
- Rules 903 & 904 Pit permitting, lining, monitoring & secondary containment
- Rule 906 Requires COGCC notify CDPHE and the landowner of any spill that threatens to impact any water of the state

Where can I get further information?

The FracFocus website – www.fracfocus.org – contains detailed explanations on how hydraulic fracturing works, how groundwater is protected, what chemicals are used, and how to find a well near you. The COGCC has additional information on its hydraulic fracturing information page at its website: <http://cogcc.state.co.us>

What is the purpose of baseline water sampling?

The purpose of baseline water sampling is to collect data before any drilling operations at individual well sites to demonstrate the pre-drilling conditions of a water well. This provides a reference point for future evaluations of any

suspected impacts by the drilling or hydraulic fracturing of oil and gas wells. 15

How do I obtain baseline water samples?

The COGCC provides baseline sampling on a case-by-case basis based on proximity to new or existing drilling activity. Please contact the COGCC at 303-894-2100.

The Colorado Oil & Gas Association (COGA), an industry trade group, has a voluntary baseline ground water quality sampling program <http://www.cooga.org/index.php/Baseline/WaterSampling>.

Under the COGA program, samples are collected from two existing groundwater features, such as wells or springs, within one-half mile of the surface location of new oil and gas well pads, or new wells on existing pads. These samples require landowner consent and will be collected before drilling begins. A second round of sampling will be collected from each feature within one to three years after drilling is completed. Results of all samples will be provided to landowners within three months of collecting the sample. The laboratory results will also be submitted to the COGCC for inclusion in a water quality database that will be available to the public through the COGCC website.

Water well owners can also either sample their own water wells or contract a qualified individual to collect samples for baseline testing. Most analytical laboratories can provide sampling along with analytical services. A list of laboratories offering these services can be found under Laboratories-Analytical or Laboratories-Testing in the phone directory.

The Colorado Department of Public Health and Environment also offers analytical laboratory services. Call 303-692-3090 for additional information. <http://www.cdphe.state.co.us/lr/water.htm>



INFORMATION SHEET: OGDP STATUS INFORMATION

(As required by ECMC Rule 303.e.(2).G)

Why am I receiving this information sheet?

The Colorado Energy & Carbon Management Commission ("ECMC") prepared this information sheet to inform the public in the vicinity of a proposed Oil and Gas Development Plan ("OGDP") how to access documents and view the status of proposed OGDPs through the ECMC's website, webforms, and eFiling system. A review of public property records indicates that you may have an interest in lands that an oil and gas operator wishes to develop as part of an OGDP. Pursuant to Commission Rule 303.e.(2).G, operators are required to provide this information sheet to certain recipients near their development plans.

What is an Oil and Gas Development Plan?

An OGDP is an operator's plan to develop subsurface oil and gas resources ("minerals") from one or more surface locations. An OGDP consists of a hearing application and associated permit materials that provide technical information. The Director (i.e. ECMC Staff) reviews the technical information and makes a recommendation to the Commission for the hearings application; the Commission has the ultimate authority on approval or denial of the OGDP.

How do I view the status of the pending OGDP hearing application?

Members of the public may view the status of proposed OGDP applications through the ECMC eFiling System by creating an account in the Applications and Docket Portal, available on the "Hearings Page."

1. Go to www.ECMC.state.co.us and click on the green "Commission Hearings" button:

Commission Hearings

(Click Here)

2. On the right-hand side of the Hearings page, in the Operator Tools box header, click on "Application and Docket Portal":

Operator Tools

• Application & Docket Portal

3. Create a user account by clicking "Request Access to Site," and completing the required registration information. There may be a delay for processing following your request before

you are granted access. Check your email for access approval.

4. Once registration is complete, access the Application and Docket Portal by entering your user name and password.
5. At the bottom left of the page, find the panel labeled "Find Hearing Application by Docket Number" and enter the 9-digit docket number provided by the operator in their cover letter in the field named "Docket Number":

Find Hearing Application by Docket Number	
SEARCH RESULTS	
Docket Number	
210012345	

6. The general status of the docket is listed in the first column on the left, titled "Docket Status."
7. Double click the docket search result to load the docket's main page, which will show additional information, including the application type, status, assigned Hearing Officer, and applicant information.

Do I have to create an account to view documents?

No. You may view documents through the "Document Search" described below without creating an eFiling System account, but you will not be able to view the "status" of the docket through this method.

1. On the right-hand side of the Hearings page, in the Public Tools box, click on the "Document Search" link:

Public Tools

- How to find information
- How to make Public Comments
- How to find status of Oil & Gas Development Plan (OGDP)
- Document Search

2. From the "Search Type" dropdown menu, select "DNRCOG Search for Docket Related Documents":

Search Type

DNRCOG New Applications
DNRCOG New Applications
DNRCOG New Documents
DNRCOG Search for Docket Related Documents

3. Input the docket number provided by the operator.

DNRCOG Docket Number

210012345

4. If you don't have a docket number, or to view any OGDP, scroll down to the "DNRCOG Application Type" dropdown menu and select "OIL & GAS DEVELOPMENT PLAN":

DNRCOG Application Type

ADDITIONAL WELLS
COMPREHENSIVE AREA PLAN
ENFORCEMENT
EXCEPTION LOCATION
GENERAL ADMINISTRATIVE
OIL & GAS DEVELOPMENT PLAN

5. Scroll down and click the "Search" button.
 6. A table of all related documents will appear. Click on any item to view its contents or download to your computer.

How do I view general forms, permits, and data regarding permits and OGDPs?

Use the Daily Activity Dashboard (DAD) to access frequently requested oil and gas data at the county and state levels. The DAD link is located in the right-hand corner of the ECMC homepage:

Daily Activity
Dashboard
(DAD)

It allows you to generate statistical charts, graphs, tables, and maps for information including pending permits, well status, production, well inspections, Notices of Alleged Violation, active notifications, and spills. The ECMC also provides access to pending and approved permits through its "Permits Search" and interactive map on the ECMC website.

To view the status of pending Form 2As (Oil and Gas Location Assessment Permits) through the "Permit Search" function, follow the steps outlined below:

1. Click "Permits" in the green menu bar on the ECMC homepage. This will take you to the "Drilling and Location Permits Search" page.
2. Under Pending Permits, find "*Oil & Gas Location Assessment Permits (Form 2A)*". Select "All Counties" or a specific county using the drop down menu and click "Go!":

Pending Permits (Filed ON or AFTER January 15th, 2021)

Oil & Gas Location Assessment Permits (Form 2A):

3. A table will show all pending Form 2As currently under review by the ECMC.

Pending Location Permits - All Counties											
Doc Number	Location Name	County Name	Permit Type	Issue Date	Issue Year	Issue Month	Number of the Permit	Type of Permit	Permit Status	Permit Type	Permit Status
210012345	DAD-001	ALL COUNTY	Pending	2021-03-15	2021	03	210012345	Pending Location (Form 2A) Permit	Pending	Pending	Pending
210012346	DAD-002	ALL COUNTY	Pending	2021-03-15	2021	03	210012346	Pending Location (Form 2A) Permit	Pending	Pending	Pending
210012347	DAD-003	ALL COUNTY	Pending	2021-03-15	2021	03	210012347	Pending Location (Form 2A) Permit	Pending	Pending	Pending

- a. Clicking a "Doc Number" link will take you to the Public Comments portal for that pending permit.
- b. Clicking a "Location Name" link will take you to a list of documents related to that permit, including the Form 2A (as submitted by the operator) and supporting documents that are attached to the pending permit application.

Can I view pending applications on the ECMC Map?

Yes. You may access the ECMC GIS Online Interactive Map by clicking "Maps" in the green banner on the ECMC homepage, then click "Click HERE to access interactive map". You may use the "address search" option to zoom to your address to see oil and gas activity near you. With the map zoomed to your area of interest, you may specify pending permits by checking the appropriate boxes on the left-hand menu:

Permits
 Pending Well (Form 2) Permit
 Approved Well (Form 2) Permit
 Pending Location (Form 2A) Permit
 Approved Location (Form 2A) Permit

To select and view a pending application, use the arrow tool to double-click on the pending icons to display the Application.

Where can I get additional information?

ECMC Homepage:

<https://ecmc.state.co.us/#/home>

Hearings Page:

<https://ecmc.state.co.us/reg.html#/hearings>

eFiling system help:

http://ecmc/documents/reg/Hearings/External_E_filing_System_Users_Guidebook_20201109.pdf

ECMC GIS Online Interactive Map help:

<http://ecmc/documents/about/Help/Search%20pending%20permits%20on%20the%20COGCC%20map.pdf>