

Town of Erie - Oil & Gas Update

Erie Town Council

May 20, 2025

David Frank, Director of Environmental Services Ben Kellond, Environmental Analyst

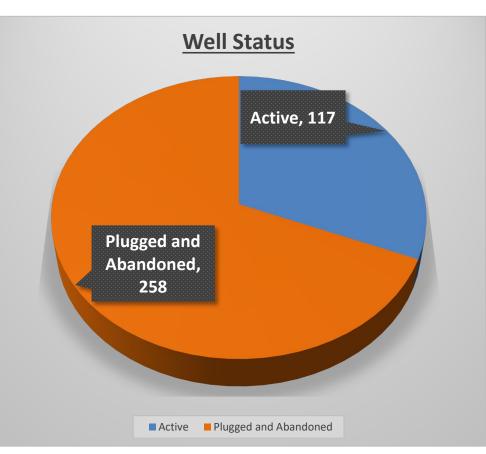


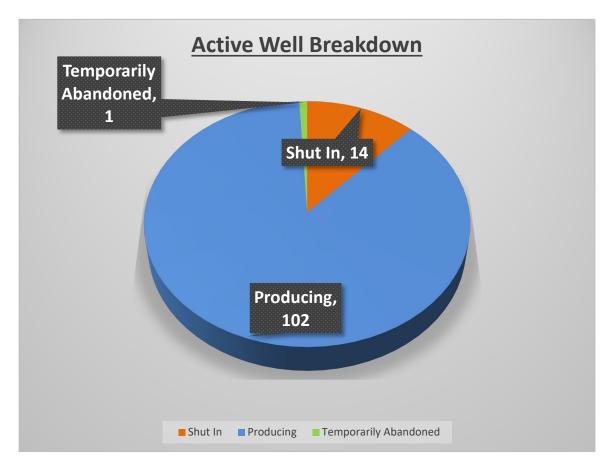
Agenda

- 1. General Overview of Erie Oil & Gas
- 2. Resident Communication Channels
- 3. Draco OGDP
- 4. Cumulative Impact Rulemaking
- 5. Data Falsification
- 6. Spill Report
- 7. Fines and Enforcement



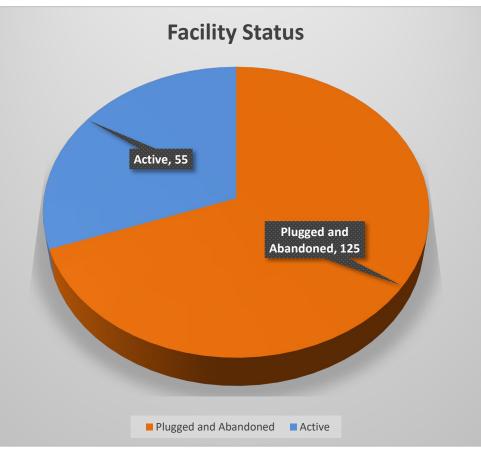
• Total Wells: 375

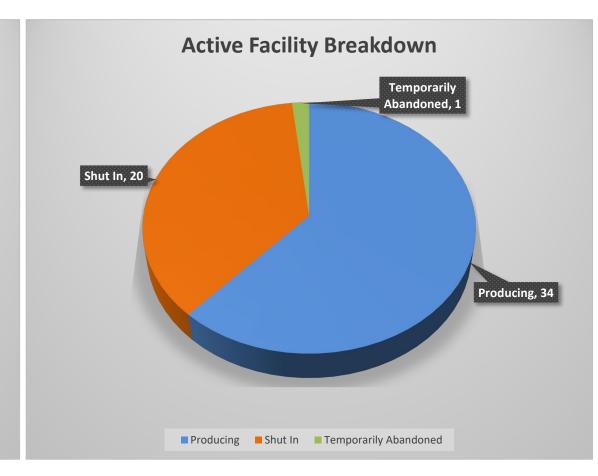




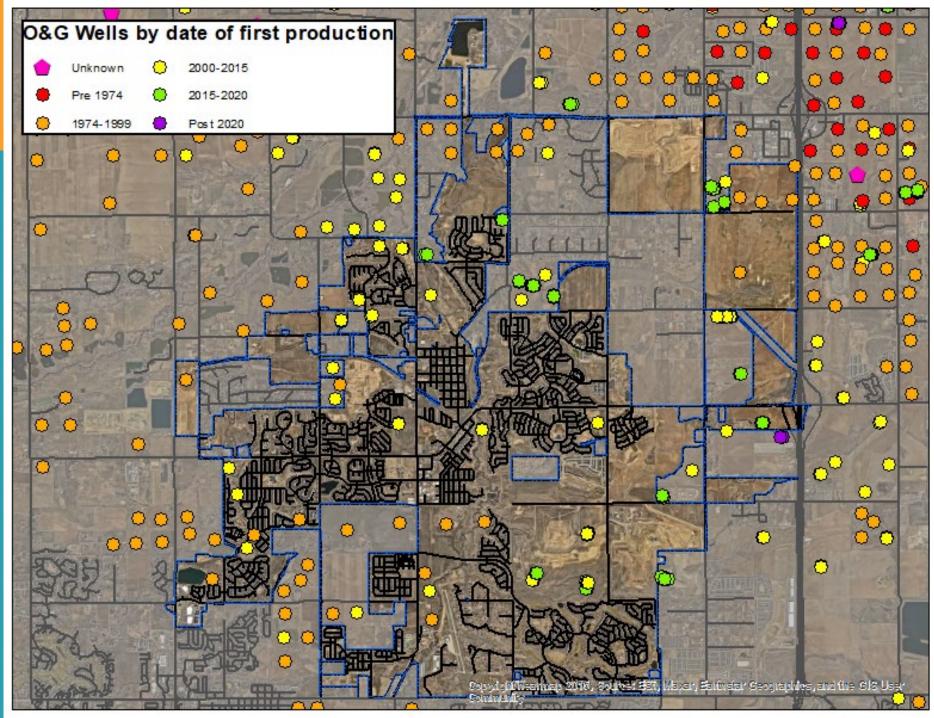


• Total Facilities: 180



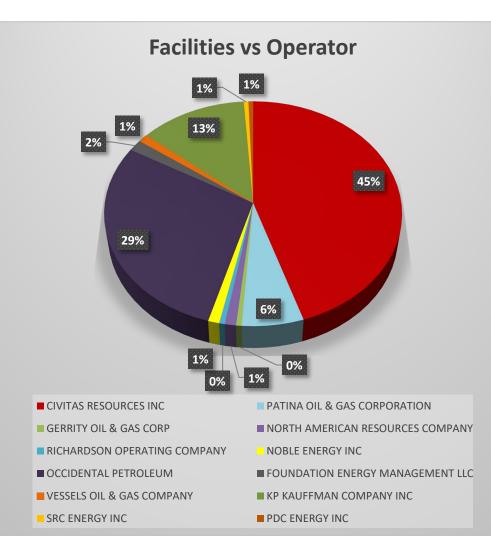








• Operators:



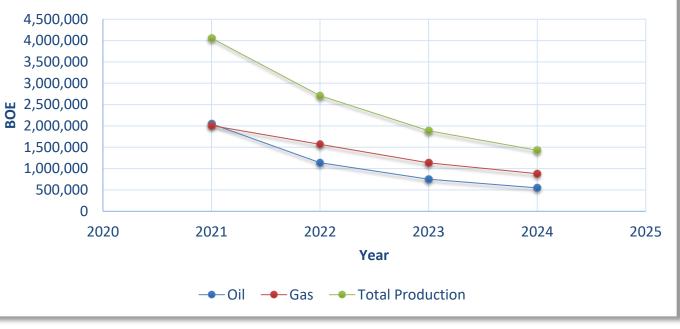




• Production

| Rank | Jurisdiction | 2024 Oil Production | % Change from 2023 |
|------|-------------------|------------------------|-----------------------|
| 1 | UIC Weld | 115,547,545 | 4.2% |
| 2 | Greeley | 10,061,205 | 36.9% |
| 3 | Aurora | 7,715,453 | -0.6% |
| 4 | UIC Adams | 7,074,756 | -28.9% |
| 5 | UIC Arapahoe | 6,326,610 | 275.6% |
| 6 | Rio Blanco County | 2,970,596 | -6.9% |
| 7 | Ft. Lupton | 2,192,019 | 418.6% |
| 8 | Broomfield | 2,006,722 | -54.0% |
| 9 | Keensburg | 1,832,096 | -7.6% |
| 10 | Windsor | 1,229,729 | -37.8% |
| 11 | Johnstown | 1,164,195 | -25.2% |
| 12 | Garfield County | 965,969 | -8.5% |
| 13 | Northglenn | 919,195 | |
| 14 | Lochbuie | 813,446 | -61.9% |
| 15 | UIC Larimer | 796,293 | -31.9% |
| 16 | Jackson County | 784,205 | -12.7% |
| 17 | Brighton | 778,884 | -45.0% |
| 18 | Frederick | 637,098 | -35.6% |
| 19 | Cheyenne County | 592,318 | -15.1% |
| 20 | Erie | 547,910 | -27.0% |
| 21 | Dacono | 505,886 | -29.0% |

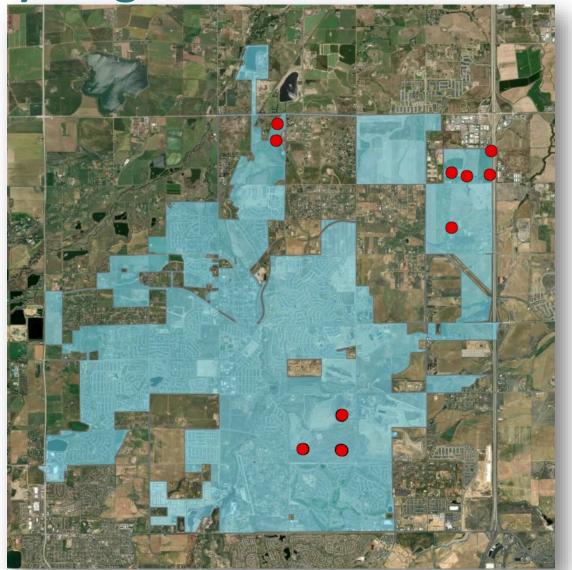
Oil and Gas Production (in BOE) within Erie Municipal Boundary





KP Kauffman (KPK) Litigation

- Ongoing court proceedings since NOAV in 2021
- 148 total violations since 2020
- Assets have potential to enter Orphan Well Program
- Within Erie
 - 22 Active Wells
 - 10 Facilities





Resident Communication - Current



Notify Me

- Plugging and Abandonment
- Spills and Leaks
- Move-In, Rig-Up
- Ongoing Remediation



Email Hotline – erieoilandgas@erieco.gov



Publicly Available Data & Information

- Air quality monitoring alerts
- Monthly Environmental Services Report
- O&G presentations to Council

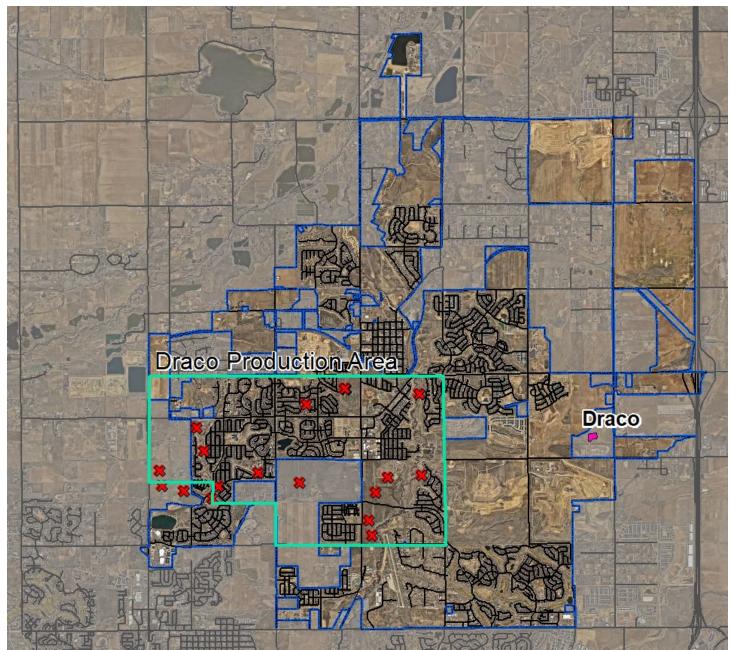


Resident Communication - Future

Future Communication

- Quarterly O&G Report via Notify Me
- Inspection Program
 - Individual Facility Reports
 - Monthly Reports
- Website Updates





11

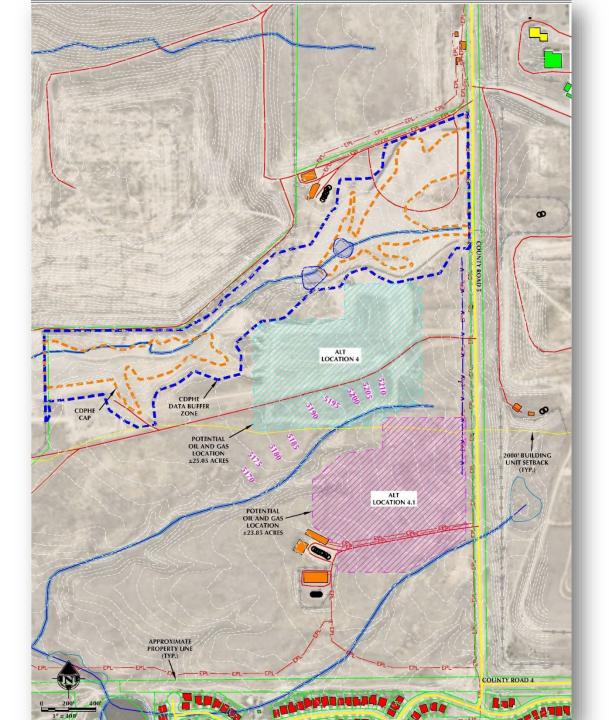






Alternate Location Four (AL4)

- Located at old Redtail Ranch development (North of the Vista Ridge neighborhood and West of WCR 5)
- Requires rezoning to Heavy Industrial





Conditions of Approval

- Condensed Occupation
- Air Quality Monitoring
- Monitoring of Plugged and Abandoned Wells within DSU
- Landscaping and Visual Mitigation
- Traffic Studies
- Paving of County Road 6
- Plugging and Abandonment of Existing Wells



Cumulative Impacts Rulemaking

The Good

- Application of NOx and GHG intensity targets
- Expanded Community Liaison role
- Form 2D (Collaboration between ECMC and CDPHE)
- New requirements for Pre-App hearings for OGDP
- Additional notices and access to application process for local government

The Bad

• CI Communities – EnviroScreen score above 80th percentile

The Ugly

• Large shift in purpose and scope during rulemaking process



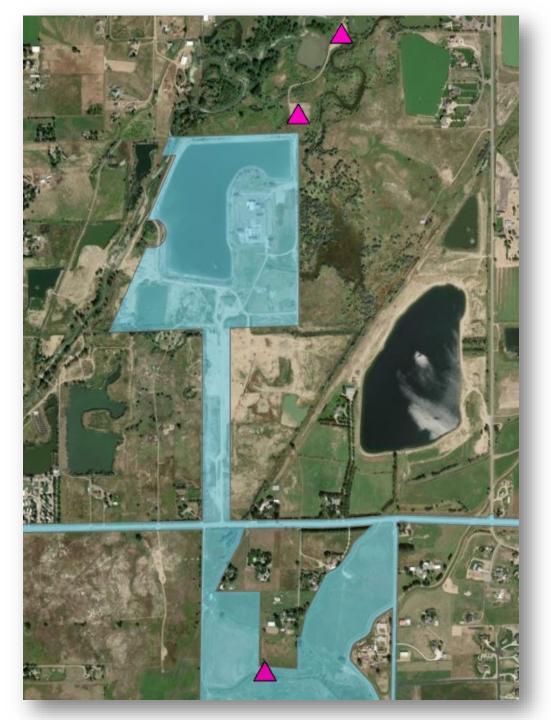
What We Know So Far

- ECMC has identified <u>399 sites</u> where falsified data was submitted
- Operators
 - Civitas
 - Chevron
 - Occidental (Oxy)

- Consulting Firms
 - Tasman Geosciences
 - Eagle Environmental



- Two (2) locations proximal to Erie
 - Bryant 16, 23, 36-30 Wellheads and Flowlines
 - Bryant 9 & 34-30A Tank Battery
- One (1) location within Erie
 - I & J 7-6 and Bulthaup 21-6 Wellheads
- All locations are **closed** sites



Spring Hill - I & J 7-6 and Bulthaup 21-6





What ECMC Is Doing

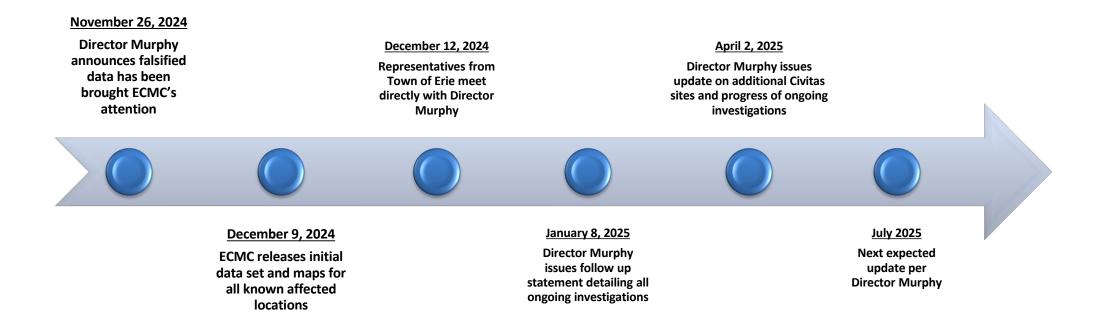
- ECMC Environmental Unit
- ECMC Quality Assurance Control Unit
- Department of Natural Resources Executive
 Directors Office
- Prosecutors and Law Enforcement



What Erie is Doing

- Environmental Services Department met with Director Murphy on December 12th
 - Set up network of communication with ECMC liaison
 - All new discoveries and updates will go directly to the Town of Erie
- Development Reviews

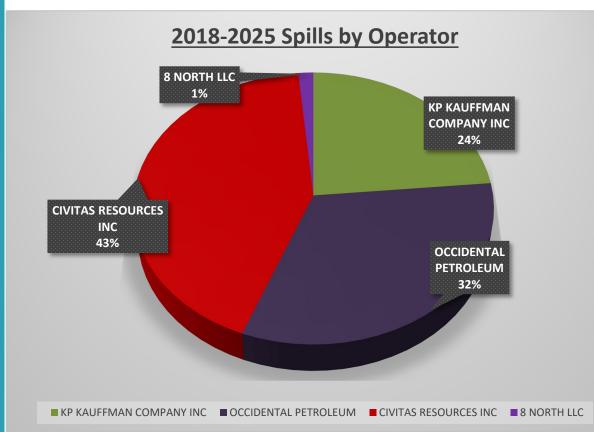


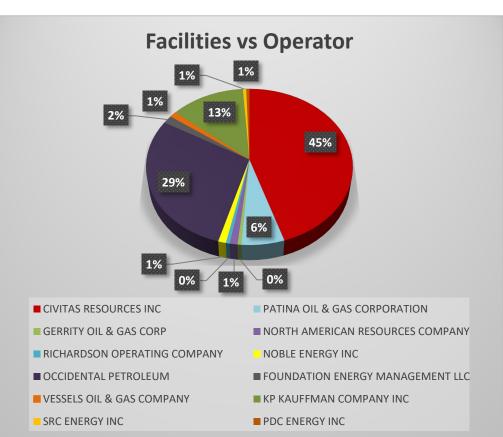




Spill Report (2018 – 2025)

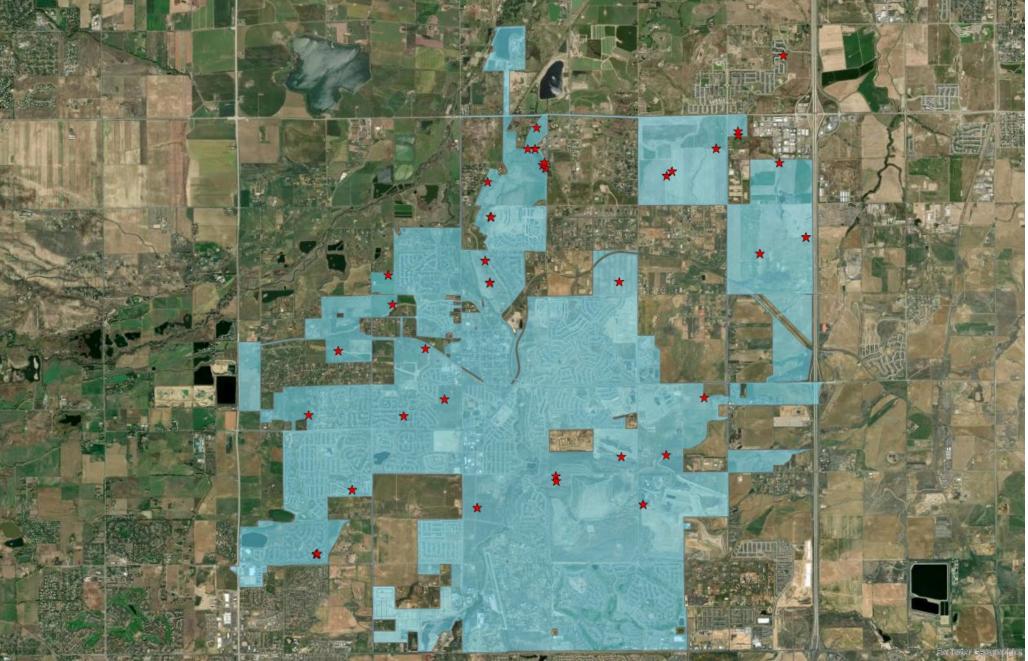
- Civitas Resources Inc 29 spills
- Occidental Petroleum (Kerr McGee)– 22 spills
- KP Kauffman Company Inc 16 spills
- 8 North LLC 1 Spill







Spill Report (2018 – 2025)





Fines, Enforcement & Inspections





Current Enforcement Capabilities

No specific language detailing ability to levy fines Now a possibility under home rule

Outlook and Future Direction

Field Inspection Program

- Mid 2025
- Goal to inspect all facilities and wells annually
- OGI Surveys



Future Updates to Municipal Code

- Right to Access and Inspect Facilities
- Annual Inspection or Registration Fee
- Fines and Penalties
 - Potentially Assessed Daily
- Protecting Municipal Water Supply
- Cumulative Impacts
- Deep Geothermal & Carbon Sequestration



Questions & Discussion