



**NOTICE OF VIOLATION**

**Revised May 29, 2020**

May 26, 2020

**NOV: V20-0039**  
**WellSTAR Compliance ID: 12197637**

Mr. Thomas Cruise  
Sentinel Peak Resources California LLC  
1200 Discovery Drive, Suite 500  
Bakersfield, CA 93309

**VIOLATION: SURFACE EXPRESSION**

**FIELD:** Cymric; **LEASE:** Star Fee; SEC. 6 T.30S R.22E

**DATE OF SURFACE EXPRESSION:** May 24, 2020

**INSPECTOR:** Allan Koch

**Reference:** Public Resources Code (PRC) section 3106, subdivision (a); California Code of Regulations (CCR), title 14, sections 1724.11, 1724.6, 1724.7, and 1724.10

Dear Mr. Cruise:

On May 24, 2020, Sentinel Peak Resources California LLC (Sentinel Peak) reported a surface expression that occurred on the "Star Fee" lease at 35.3424, -119.6588 within Section 6 T30S/R22E in the Cymric Oilfield to both the Geologic Energy Management Division (CalGEM) and California Governor's Office of Emergency Services (CalOES) OES # 20-2763 (Exhibit A). **This surface expression is a violation of, at least, CCR section 1724.11, subdivision (a).**

On May 25, 2020, CalGEM staff visited the site (Exhibit B). **The surface expression at 35.3424, -119.6588 within Section 6 T30S/R22E in the Cymric Oilfield is a violation and needs to be stopped.**

**All surface expressions are violations and Sentinel Peak must stop the continued flow of all expressions and work to ensure the absence of reoccurrences. As such, the State Oil and Gas Supervisor requires Sentinel Peak to perform the following required actions to begin to address the occurrence of the surface expressions at the "Star Fee" lease at 35.3424, -119.6588 within Section 6 T30S/R22E in the Cymric Oilfield:**

1. Schedule a time to meet with CalGEM, within 7 days of the date of this letter, to present a root cause analysis of the surface expression and explain why the

prevention mechanisms described in the January 23, 2020 submitted Surface Expression Monitoring & Prevention Plan (SEMPP) did not prevent this surface expression.

2. Per CCR section 1724.11 subdivision (d), immediately implement a minimum 150 feet steam restriction radius around the May 24, 2020 surface expression. If the surface expression continues to flow for more than five days, then the operator shall immediately implement a minimum 600 feet steam restriction radius around the surface expression.

Furthermore, per CCR section 1724.11 subdivision (d), if the surface expression(s) continue to flow for more than 10 days, then the Division has the authority to expand the radius around the surface expression within which injection shall cease. The Division will determine the expanded radius based on consideration of the flow rate of the surface expression, geologic factors, and operational parameters.

3. Place prominent "Danger" or "Warnings" near (as safety dictates) the surface expression and restrict access to the area until the surface expression has stopped flowing and the area deemed safe for reentry by a professional engineer licensed under Chapter 7 of Division 3 of the California Business and Professions Code, as per CCR section 1724.11 subdivision (i).
4. Incorporate the "Star Fee" lease (35.3424, -119.6588) event within the Surface Expression Monitoring & Prevention Plan, for review and approval by the Division by June 26, 2020. At a minimum, per CCR section 1724.11 subdivision (b)(1), the plan shall include the following:

(A) A subsurface injection-production mass balancing surveillance system utilizing a continuous tilt meter array or other ground monitoring system approved by the Division; or implementation of a real-time pressure/flow monitoring system that will give adequate warning to prevent surface expressions.

(B) A map of the project area with all surface expressions, including cracks, fissures, and sink holes related to underground injection, and containment measures prominently marked. A current map of these features shall be provided to the Division and shall be updated as these features are discovered, installed, or changed.

(C) Protocols for restriction of access to areas where there are surface expressions or surface expression containment measures.

(D) Training, including safety measures and identification of possible hazards, for field personnel working in areas where there are surface expressions or where surface expressions may occur.

**As indicated above, the occurrence of a surface expression is a violation of CCR section 1724.11, subdivision (a). In addition to any civil penalties that may issue for the occurrences of surface expressions since this prohibition went into effect on April 1, 2019, failure to follow the above requirements, and remedy the current ongoing violations, may result in an additional Notice of Violation and/or enforcement actions. Such enforcement actions could include the issuance of a civil penalty and/or a remedial work order pursuant to PRC sections 3236.5 and/or 3224, respectively.**

If you have any questions, please call the Acting District Deputy, Chris Jones at (661) 322-4031.

Sincerely,

A handwritten signature in cursive script that reads "Christopher J. Jones".

Chris Jones  
Acting District Deputy, Inland District

Enclosure(s)

1. Exhibit A: CAL-OES Report 20-2763
2. Exhibit B: Location of the Surface Expression

**Exhibit A**

**CAL-OES Report 20-2763**

**Governor's Office of Emergency Services  
 Hazardous Material Spill Update**

**CONTROL#:** 20-2763 NRC#

**NOTIFY DATE/TIME:** 05/24/2020 / 1816      **RECEIVED BY:**      **CITY/OP. AREA:**  
 Occurrence Date/Time: 05/24/2020/1700      McKittrick Kern County

**CONTROL#:** 20-2763 NRC#      **CITY/OP. AREA:** SAN JOAQUIN VALLEY UNITED APCD

**I.a. PERSON NOTIFYING Call OES:**  
 AGENCY: Sentinel Peak Resources

**I.b. PERSON REPORTING SPILL (if different from above):**

**AGENCY:**

**SUBSTANCE TYPE:**

a. SUBSTANCE:	b. QTY: Amount	Measure	c. TYPE:	d. OTHER:	e. PIPELINE	f. VESSEL >= 300 Tons
1. Crude Oil	1	Bbl(o)	PETROLEUM		No	No
2. Mud	100	Bbl(o)	OTHER	mud	No	No

**Original Description:** RP states ongoing release is due to a surface expression, steam is blowing mud out of the hole, material is releasing onto dry land on the existing location and is contained by a man made berm, no waterways are impacted, unknown when the release will be stopped, on site personnel is investigating

**PERSON NOTIFYING Call OES OF SPILL UPDATE:**

**NAME:**      **AGENCY:** Sentinel Peak Resources  
**PHONE#:**      **Ext:**      **PAG/CELL:**

**UPDATE QUANTITY**

Amount	Measure
1. 1	Bbl(o)
2. 300	Bbl(o)
3.	
4.	

**UPDATE KNOWN IMPACT:**

**SITUATION UPDATE:**  
 Caller states that the updated volumes for the spill are 1 barrel of Crude Oil, and 300 barrels of Mud. The release is still contained.  
 AGENCY: SENTINEL PEAK RESOURCES, 10500 W. DOG LANE, SUITE 200, CARRIZO, CA 92580  
 ADMINISTERING AGENCY: Kern Co. Environmental Health Services Department  
 ADDITIONAL AGENCIES:      CARGEM  
 ADDITIONAL ADMIN. AGENCY:      JC  
 OTHER NOTIFIED:      CONFIRMATION REQUEST:  
 RWQCB Unit:      ADMINISTERING AGENCY:  
 ADDITIONAL ADMIN. AGENCY:  
 ADDITIONAL AGENCIES:  
 ADDITIONAL COUNTIES:  
 DOG Unit:      RWQCB Unit:  
 Created by: Warning Center on: 05/25/2020 09:40:39 AM Last Modified by: Warning Center on: 05/25/2020 09:43:56 AM  
 \*\*\*\*\*End of Form\*\*\*\*\*

**Exhibit B**

**Location of the Surface Expression**

05/25/2020 08:47  
+35.342926,-119.658949  
Mc Kittrick, CA 93251

