BEFORE THE

DEPARTMENT OF ENVIRONMENTAL QUALITY

STATE OF WYOMING

IN THE MATTER OF THE NOTICE OF VIOLATION & ORDER ISSUED TO:

Mr. Dave Stephens
Lance Oil and Gas Company, Inc.
1099 18th St, Suite 1200
Denver, CO 80202

DOCKET NUMBER 4096-07

NOTICE OF COMPLIANCE

The Department of Environmental Quality (DEQ), Water Quality Division (WQD) issued Notice of Violation Docket Number 4096-07 on November 26, 2007 to Lance Oil and Gas Company, Inc., (Lance). The NOV alleged that Lance had multiple recurring violations with regards to WYPDES permit requirements in violation of the Wyoming Environmental Quality Act (Act) and applicable Wyoming Water Quality Rules and Regulations (WWQRR).

The Notice of Violations required Lance to pay a total penalty of twelve thousand dollars and no cents ($12,000.00) and submit in writing actions to be taken to achieve compliance with permit requirements to the DEQ. Based on reviewed information submitted by Lance and receipt of the penalty payment (received December 10, 2007), Lance has complied with the conditions of the Settlement Agreement for Docket Number 4096-07 and the DEQ finds that all terms have been satisfied.

The DEQ looks forward to working with Lance in a proactive manner and is available for future quarterly or semi-annual meetings to discuss compliance issues or concerns regarding WYPDES permit requirements.

Dated this 8th day of May, 2008.

Kevin M. Wells
WYPDES Compliance & Enforcement Coordinator
Water Quality Division
Wyoming DEQ

KMW/bb/rm/8-0351

cc: Lee Hanley, 8ENF-W-NP, EPA Region 8 (PDF)
James B. Eisenhauer, Sheridan DEQ Office (PDF)
Bill J. DiRienzo ► Brian K. Lovett ► Leah J. Krafft (PDF)
IPS (for scanning) ► Docket 4096-07
Keith Guille, DEQ Public Information Officer