

|  |   |  |    |    |    |    |
|--|---|--|----|----|----|----|
| <b>FORM<br/>INSP</b><br><small>Rev<br/>05/11</small> | <b>State of Colorado</b><br><b>Oil and Gas Conservation Commission</b><br><small>1120 Lincoln Street, Suite 801, Denver, Colorado 80205 Phone: (303) 894-2100 Fax: (303) 894-2109</small> |  | DE | ET | OE | ES |
|--|---|--|----|----|----|----|

**FIELD INSPECTION FORM**

|                     |               |               |               |                                     |
|---------------------|---------------|---------------|---------------|-------------------------------------|
| Location Identifier | Facility ID   | Loc ID        | Tracking Type | Inspector Name: <u>NEIDEL, KRIS</u> |
|                     | <u>223304</u> | <u>313011</u> |               |                                     |

Inspection Date:  
01/26/2012

Document Number:  
662300139

Overall Inspection:  
**Violation**

**Operator Information:**

OGCC Operator Number: 6720 Name of Operator: BAYLESS PRODUCER LLC\* ROBERT L

Address: 621 17TH ST STE 2300

City: DENVER State: CO Zip: 80293

**Contact Information:**

| Contact Name | Phone        | Email                 | Comment |
|--------------|--------------|-----------------------|---------|
| thomas, john | 505-326-2659 | jthomas@rlbayless.com |         |

**Compliance Summary:**

QtrQtr: SWSE Sec: 4 Twp: 6N Range: 91W

| Insp. Date | Doc Num   | Insp. Type | Insp Status | Satisfactory /Unsatisfactory | PA P/F/I | Pas/Fail (P/F) | Violation (Y/N) |
|------------|-----------|------------|-------------|------------------------------|----------|----------------|-----------------|
| 12/21/2011 | 662300080 | PR         | PR          | U                            |          |                |                 |
| 09/21/2010 | 200277374 | PR         | PA          | U                            |          |                | Y               |
| 05/09/2007 | 200115665 | PR         | PR          | S                            |          | P              | N               |
| 05/23/2006 | 200095185 | PR         | PR          | S                            |          | P              | N               |
| 08/07/2003 | 200047773 | PR         | PR          | S                            |          | P              | N               |
| 03/31/2003 | 200038892 | PR         | PR          | U                            |          | F              | N               |
| 02/14/1996 | 500154666 | PR         | PR          |                              |          | P              | N               |

**Inspector Comment:**

Inspector was on location as a result of a public odor complaint of a "dead fish" smell. Bayless pumper Mike Graff meet inspector on location to investigate. The smell was strong on location; it was strong at the treater and the water tank that vents excess gas. On 1/20/12 a light oil treatment was done on the well using XTO condensate from vernal, ut. The treater and pumpjack were not running/pumping till last night, 1/25/12. The timeline of firing the treater seems consistent with the detection of the odor. There was no detection of the smell up wind from tank and/or treater, it is concluded that the odor is coming from the location.

**Related Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name  |
|-------------|------|--------|-------------|------------|-----------|--|
| 223304      | WELL | PR     | 09/12/1987  |            | 081-06668 | ZIMMERMAN/CHAMBERLIN 1 <input checked="" type="checkbox"/> |

**Equipment:**

Location Inventory

|                              |                        |                     |                         |
|------------------------------|------------------------|---------------------|-------------------------|
| Special Purpose Pits: _____  | Drilling Pits: _____   | Wells: _____        | Production Pits: _____  |
| Condensate Tanks: _____      | Water Tanks: _____     | Separators: _____   | Electric Motors: _____  |
| Gas or Diesel Mortors: _____ | Cavity Pumps: _____    | LACT Unit: _____    | Pump Jacks: _____       |
| Electric Generators: _____   | Gas Pipeline: _____    | Oil Pipeline: _____ | Water Pipeline: _____   |
| Gas Compressors: _____       | VOC Combustor: _____   | Oil Tanks: _____    | Dehydrator Units: _____ |
| Multi-Well Pits: _____       | Pigging Station: _____ | Flare: _____        | Fuel Tanks: _____       |

**Location**

| <b>Signs/Marker:</b> |                             |  |                   |                   |
|----------------------|-----------------------------|--|-------------------|-------------------|
| Type                 | Satisfactory/Unsatisfactory | Comment  | Corrective Action | CA Date           |
| WELLHEAD             | <b>Violation</b>            | the pumper said a new sign has been ordered, the old one was stolen. | install sign      | <b>02/22/2012</b> |

Emergency Contact Number: (S/U/V) Violation Corrective Date: 02/22/2012

Comment: no sign, no number.

Corrective Action: install sign.

| <b>Good Housekeeping:</b> |                             |                              |  |                   |
|---------------------------|-----------------------------|------------------------------|--|-------------------|
| Type                      | Satisfactory/Unsatisfactory | Comment                      | Corrective Action                              | CA Date           |
| UNUSED EQUIPMENT          | <b>Violation</b>            | rods, tubing, old tanks, etc | remove equipment not necessary for production. | <b>07/01/2012</b> |

| <b>Spills:</b>   |      |        |                   |         |
|--|------|--------|-------------------|---------|
| Type   | Area | Volume | Corrective action | CA Date |
| <input type="checkbox"/> Multiple Spills and Releases? |      |        |                   |         |

| <b>Venting:</b> |  |
|-----------------|--|
| Yes/No          | Comment  |
| YES             | excess gas is vented through a water tank. the mineral owners home is near by, he heats with gas from the lease. |

| <b>Flaring:</b> |                             |         |                   |         |
|-----------------|-----------------------------|---------|-------------------|---------|
| Type            | Satisfactory/Unsatisfactory | Comment | Corrective Action | CA Date |
|                 |                             |         |                   |         |

**Predrill**

Location ID: 313011

**Site Preparation:**

Lease Road Adeq.: \_\_\_\_\_ Pads: \_\_\_\_\_ Soil Stockpile: \_\_\_\_\_  
Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_ CDP Num.: \_\_\_\_\_

**Form 2A COAs:**

**Wildlife BMPs:**

**Stormwater:**

**Comment:**

**Staking:**

**On Site Inspection (305):**

Surface Owner Contact Information:

Name: \_\_\_\_\_ Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_ Cell Phone: \_\_\_\_\_

Operator Rep. Contact Information:

Landman Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_  
Date Onsite Request Received: \_\_\_\_\_ Date of Rule 306 Consultation: \_\_\_\_\_

Request LGD Attendance: \_\_\_\_\_

LGD Contact Information:

Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_ Agreed to Attend: \_\_\_\_\_

Summary of Landowner Issues:

\_\_\_\_\_

Summary of Operator Response to Landowner Issues:

\_\_\_\_\_

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

\_\_\_\_\_

**Well**

Facility ID: 223304 API Number: 081-06668 Status: PR Insp. Status: PR

**Environmental**

**Spills/Releases:**

Type of Spill: \_\_\_\_\_ Description: \_\_\_\_\_ Estimated Spill Volume: \_\_\_\_\_

Comment: \_\_\_\_\_

Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_

Reportable: \_\_\_\_\_ GPS: Lat \_\_\_\_\_ Long \_\_\_\_\_

Proximity to Surface Water: \_\_\_\_\_ Depth to Ground Water: \_\_\_\_\_

**Water Well:**

DWR Receipt Num: \_\_\_\_\_ Owner Name: \_\_\_\_\_ GPS: \_\_\_\_\_ Lat \_\_\_\_\_ Long \_\_\_\_\_

**Field Parameters:**

\_\_\_\_\_

Sample Location: \_\_\_\_\_

| <b>Complaint:</b> |          |              |   |               |
|-------------------|----------|--------------|---|---------------|
| Tracking Num      | Category | Assigned To  | Description   | Incident Date |
| 200339349         | ODOR     | NEIDEL, KRIS | local resident Dave Toelle called the COGCC complaint line to express a concern of a strong odor on 1/25/2012. The odor was described as a strong smell of dead fish that appeared to be coming from the Zimmerman/chamberlin #1 well operated by Bayless Producer LLC. Dave lives in the neighborhood (accessed off doe run dr.) across the county road 30, east of the well and directly down wind. | 01/31/2012    |

Emission Control Burner (ECB): \_\_\_\_\_

Comment: \_\_\_\_\_

Pilot: \_\_\_\_\_ Wildlife Protection Devices (fired vessels): \_\_\_\_\_

**Reclamation - Storm Water - Pit**

**Interim Reclamation:**

Date Interim Reclamation Started: \_\_\_\_\_ Date Interim Reclamation Completed: \_\_\_\_\_

Land Use: \_\_\_\_\_

Comment: \_\_\_\_\_

- 1003a. Debris removed? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Waste Material Onsite? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Unused or unneeded equipment onsite? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Pit, cellars, rat holes and other bores closed? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Guy line anchors removed? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Guy line anchors marked? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_

1003b. Area no longer in use? \_\_\_\_\_ Production areas stabilized ? \_\_\_\_\_

1003c. Compacted areas have been cross ripped? \_\_\_\_\_

1003d. Drilling pit closed? \_\_\_\_\_ Subsidence over on drill pit? \_\_\_\_\_

Cuttings management: \_\_\_\_\_

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? \_\_\_\_\_

Production areas have been stabilized? \_\_\_\_\_ Segregated soils have been replaced? \_\_\_\_\_

**RESTORATION AND REVEGETATION**

Cropland

Top soil replaced \_\_\_\_\_ Recontoured \_\_\_\_\_ Perennial forage re-established \_\_\_\_\_

Non-Cropland

Top soil replaced \_\_\_\_\_ Recontoured \_\_\_\_\_ 80% Revegetation \_\_\_\_\_

1003 f. Weeds Noxious weeds? \_\_\_\_\_

Comment:

Overall Interim Reclamation

**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: \_\_\_\_\_ Date Final Reclamation Completed: \_\_\_\_\_

Final Land Use: \_\_\_\_\_

Reminder: \_\_\_\_\_

Comment:

Well plugged \_\_\_\_\_ Pit mouse/rat holes, cellars backfilled \_\_\_\_\_

Debris removed \_\_\_\_\_ No disturbance /Location never built \_\_\_\_\_

Access Roads Regraded \_\_\_\_\_ Contoured \_\_\_\_\_ Culverts removed \_\_\_\_\_

Gravel removed \_\_\_\_\_

Location and associated production facilities reclaimed \_\_\_\_\_ Locations, facilities, roads, recontoured \_\_\_\_\_

Compaction alleviation \_\_\_\_\_ Dust and erosion control \_\_\_\_\_

Non cropland: Revegetated 80% \_\_\_\_\_ Cropland: perennial forage \_\_\_\_\_

Weeds present \_\_\_\_\_ Subsidence \_\_\_\_\_

Comment:

Corrective Action:  Date \_\_\_\_\_

Overall Final Reclamation

**Storm Water:**

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
|                  |                 |                         |                       |               |                          |         |

S/U/V: \_\_\_\_\_ Corrective Date: \_\_\_\_\_

Comment:

CA:

**Pits:**

Pit Type: Produced Water Lined: NO Pit ID: \_\_\_\_\_ Lat: \_\_\_\_\_ Long: \_\_\_\_\_

**Lining:**

Liner Type: \_\_\_\_\_ Liner Condition: \_\_\_\_\_

Comment: pit is used only in upset conditions.

**Fencing:**

Fencing Type: \_\_\_\_\_ Fencing Condition: \_\_\_\_\_

Comment: \_\_\_\_\_

**Netting:**

Netting Type: \_\_\_\_\_ Netting Condition: \_\_\_\_\_

Comment: \_\_\_\_\_

Anchor Trench Present: \_\_\_\_\_ Oil Accumulation: \_\_\_\_\_ 2+ feet Freeboard: \_\_\_\_\_

Pit (S/U/V): \_\_\_\_\_ Comment:

Corrective Action:  Date: \_\_\_\_\_