

**FORM
INSP**Rev
05/11**State of Colorado****Oil and Gas Conservation Commission**

1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109



| | | | |
|----|----|----|----|
| DE | ET | OE | ES |
|----|----|----|----|

Inspection Date:

01/03/2013

Document Number:

668500269

Overall Inspection:

Satisfactory**FIELD INSPECTION FORM**

| | | | | |
|---------------------|---------------|---------------|---------------|--------------------------|
| Location Identifier | Facility ID | Loc ID | Tracking Type | Inspector Name: |
| | <u>311764</u> | <u>311764</u> | | <u>Baroumand, Soraya</u> |

Operator Information:OGCC Operator Number: 10433 Name of Operator: PICEANCE ENERGY LLCAddress: 1512 LARIMER STREET #1000City: DENVERState: COZip: 80202**Contact Information:**

| Contact Name | Phone | Email | Comment |
|----------------|--------------|-----------------------------|---|
| Bankert, Wayne | 970-812-5310 | wbankert@laramie-energy.com | Senior Regulatory & Environmental Coordinator |

Compliance Summary:QtrQtr: SWNW Sec: 23 Twp: 9S Range: 93W**Inspector Comment:****Related Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | |
|-------------|------|--------|-------------|------------|-----------|----------------|---|
| 295038 | WELL | PR | 10/11/2010 | OG | 077-09553 | NVEGA 23-211 | X |
| 295039 | WELL | PR | 11/21/2010 | GW | 077-09554 | NVEGA 23-111 | X |
| 295040 | WELL | PR | 10/12/2010 | GW | 077-09555 | NVEGA 23-214 | X |
| 295632 | WELL | PR | 05/27/2009 | GW | 077-09616 | NVEGA 23-221 | X |
| 295633 | WELL | PR | 02/18/2011 | GW | 077-09615 | NVEGA 23-224 | X |
| 295634 | WELL | PR | 12/12/2010 | GW | 077-09614 | NVEGA 23-114 | X |
| 295635 | WELL | PR | 01/15/2011 | GW | 077-09613 | NVEGA 23-311 | X |
| 295636 | WELL | XX | 07/12/2011 | LO | 077-09612 | NVega 23-134 | |
| 295637 | WELL | PR | 12/12/2012 | GW | 077-09611 | NVEGA 23-121 | X |
| 295638 | WELL | PR | 12/31/2010 | GW | 077-09610 | NVEGA 23-124 | X |
| 295639 | WELL | XX | 07/12/2011 | LO | 077-09609 | NVega 23-131 | |
| 295640 | WELL | PR | 01/04/2011 | GW | 077-09608 | NVEGA 23-321 | X |
| 295641 | WELL | PR | 12/18/2010 | GW | 077-09607 | NVEGA 23-314 | X |
| 301413 | WELL | AL | 02/11/2013 | LO | 077-09941 | NVEGA 23-111WD | |

Equipment:**Location Inventory**

Inspector Name: Baroumand, Soraya

| | | | |
|------------------------------|------------------------|---------------------|-------------------------|
| 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

Signs/Marker:

| Type | Satisfactory/Unsatisfactory | Comment | Corrective Action | CA Date |
|----------|-----------------------------|---------|-------------------|---------|
| BATTERY | Satisfactory | | | |
| WELLHEAD | Satisfactory | | | |

Emergency Contact Number: (S/U/V) _____ Corrective Date: _____

Comment: _____

Corrective Action: _____

Spills:

| Type | Area | Volume | Corrective action | CA Date |
|------|------|--------|-------------------|---------|
|------|------|--------|-------------------|---------|

☐ Multiple Spills and Releases?

Equipment:

| Type | # | Satisfactory/Unsatisfactory | Comment | Corrective Action | CA Date |
|-----------------------------|----|-----------------------------|----------------------|-------------------|---------|
| Horizontal Heated Separator | 11 | Satisfactory | quad-unit separators | | |
| Gas Meter Run | 1 | Satisfactory | | | |
| Emission Control Device | 1 | Satisfactory | | | |

Facilities:

☐ New Tank

Tank ID: _____

| Contents | # | Capacity | Type | SE GPS |
|----------|---|----------|-----------|--------|
| | 4 | 400 BBLS | STEEL AST | , |

S/U/V: Satisfactory Comment: _____

Corrective Action: _____ Corrective Date: _____

Paint

| | |
|-----------|----------|
| Condition | Adequate |
|-----------|----------|

Other (Content) _____

Other (Capacity) _____

Other (Type) _____

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|-------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate |

Corrective Action _____ Corrective Date _____

Comment _____

| | | |
|-----------------|---------|--|
| Venting: | | |
| Yes/No | Comment | |
| | | |

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

Predrill

Location ID: 311764

Site Preparation:

Lease Road Adeq.: _____

Pads: _____

Soil Stockpile: _____

Corrective Action: _____

Date: _____ CDP Num.: _____

Form 2A COAs:**Comment:** _____**CA:** _____ **Date:** _____**Wildlife BMPs:****Comment:** _____**CA:** _____ **Date:** _____**Stormwater:**

| | | | |
|--------------|---------|------------|---------|
| Erosion BMPs | Present | Other BMPs | Present |
| | | | |

Corrective Action: _____ Date: _____

Comments: Erosion BMPs: _____

Other BMPs: _____

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:

FacilityFacility ID: 295038 Type: WELL API Number: 077-09553 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295039 Type: WELL API Number: 077-09554 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295040 Type: WELL API Number: 077-09555 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295632 Type: WELL API Number: 077-09616 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295633 Type: WELL API Number: 077-09615 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295634 Type: WELL API Number: 077-09614 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295635 Type: WELL API Number: 077-09613 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295637 Type: WELL API Number: 077-09611 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295638 Type: WELL API Number: 077-09610 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295640 Type: WELL API Number: 077-09608 Status: PR Insp. Status: PR**Producing Well**Comment: Facility ID: 295641 Type: WELL API Number: 077-09607 Status: PR Insp. Status: PR**Producing Well**Comment: **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:

Lat _____ Long _____
 DWR Receipt Num: _____ Owner Name: _____ GPS : _____

Field Parameters:

Sample Location: _____

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? Pass CM _____
 CA _____ CA Date _____
 Waste Material Onsite? Pass CM _____
 CA _____ CA Date _____
 Unused or unneeded equipment onsite? Pass CM _____
 CA _____ CA Date _____
 Pit, cellars, rat holes and other bores closed? Pass CM _____
 CA _____ CA Date _____
 Guy line anchors removed? _____ CM _____
 CA _____ CA Date _____
 Guy line anchors marked? Pass CM _____
 CA _____ CA Date _____

1003b. Area no longer in use? In Production areas stabilized ? Pass

1003c. Compacted areas have been cross ripped? In

1003d. Drilling pit closed? Pass Subsidence over on drill pit? Pass

Cuttings management: _____

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

Production areas have been stabilized? Pass Segregated soils have been replaced? In

Inspector Name: Baroumand, Soraya

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced In Recontoured In 80% Revegetation In

1003 f. Weeds Noxious weeds? _____ P _____

Comment: Snow precluded a quantitative assessment of vegetation density. Aerial images show foliage growth along peripheral slopes. Location to be re-inspected by mid-2013.

Overall Interim Reclamation In Process

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 Multi-Well Location ☐

Storm Water:

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|--------------------------------------|
| Ditches | Pass | | | | | perimeter diversions ditches |
| Other | Pass | | | | | vegetative growth - slope protection |
| Berms | Pass | | | | | perimeter berms |
| Drains | Pass | | | | | cobbled drains/outfalls |

S/U/V: Satisfactory Corrective Date: _____

Comment: _____

CA: _____