

**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:

06/03/2013

Document Number:

668100192

Overall Inspection:

Violation**FIELD INSPECTION FORM**

| | | | | | |
|---------------------|-------------|--------|-----------------|--------------------------|-------------|
| Location Identifier | Facility ID | Loc ID | Inspector Name: | On-Site Inspection | 2A Doc Num: |
| | 284504 | 336022 | KELLERBY, SHAUN | <input type="checkbox"/> | |

Operator Information:

OGCC Operator Number: 10447 Name of Operator: URSA OPERATING COMPANY LLC

Address: 602 SAWYER STREET #710

City: HOUSTON State: TX Zip: 77007

Contact Information:

| Contact Name | Phone | Email | Comment |
|--------------|-------|--------------------------|--------------|
| Rob Bleil | | rbleil@ursaresources.com | Enviromental |

Compliance Summary:

| QtrQtr: | <u>SWSW</u> | Sec: | <u>9</u> | Twp: | <u>6S</u> | Range: | <u>92W</u> |
|------------|-------------|------------|-------------|------------------------------|-----------|----------------|-----------------|
| Insp. Date | Doc Num | Insp. Type | Insp Status | Satisfactory /Unsatisfactory | PA P/F/I | Pas/Fail (P/F) | Violation (Y/N) |
| 05/02/2013 | 670200403 | PR | WK | S | | | N |
| 01/20/2012 | 663800081 | PR | PR | S | | | N |
| 06/28/2010 | 200261401 | SR | PR | S | | | N |
| 06/28/2010 | 200262928 | SR | PR | S | | | N |
| 02/03/2010 | 200230870 | PR | PR | U | | | Y |
| 04/22/2007 | 200114072 | PR | PR | S | | P | N |

Inspector Comment:

Inspection was conducted in response to complaint (Cogcc Document # 200381046) on 5/29/2013. Violations were found and an NOAV is pending. . Field staff will refer matter to Hearings Unit to review for additional enforcement.

Related Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | |
|-------------|------|--------|-------------|------------|-----------|---------------|---|
| 284504 | WELL | PR | 03/27/2007 | GW | 045-12189 | HANGS B1 | X |
| 284505 | WELL | PR | 03/27/2007 | GW | 045-12190 | HANGS B3 | X |
| 284506 | WELL | AL | 01/11/2012 | LO | 045-12191 | HANGS B4 | |
| 284507 | WELL | AL | 01/11/2012 | LO | 045-12192 | HANGS B5 | |
| 284533 | WELL | AL | 01/11/2012 | LO | 045-12196 | HANGS B2 | |
| 289329 | WELL | XX | 03/04/2008 | LO | 045-13711 | HANGS B8 | X |
| 289330 | WELL | AL | 01/11/2012 | LO | 045-13710 | HANGS B7 | |
| 289331 | WELL | AL | 01/11/2012 | LO | 045-13709 | HANGS B9 | |

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

Signs/Marker:

| Type | Satisfactory/Unsatisfactory | Comment | Corrective Action | CA Date |
|----------------------|-----------------------------|---------|-------------------|---------|
| TANK LABELS/PLACARDS | Satisfactory | | | |
| WELLHEAD | Satisfactory | | | |

Emergency Contact Number: (S/U/V) Satisfactory

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 |
|-----------------------------|---|-----------------------------|---|---|------------|
| Emission Control Device | 1 | Unsatisfactory | ECD was not in service at the time of inspection. Wells were allowed to flow directly to production tanks, and allowed to vent to atmosphere. | Use BMP and equipment to eliminate or reduce emissions. | 07/12/2013 |
| Ancillary equipment | | Satisfactory | Frac Tanks were present on location at the time of inspection, No frac tanks were rigged up or in use at the time of inspection. | | |
| Ancillary equipment | | Satisfactory | Light Plants used for operations after dark were present and in use at the time of inspection. | | |
| Horizontal Heated Separator | | Unsatisfactory | Separators were bypassed at the time of inspection. Wells allowed to flow directly to production tanks. | Use BMP and equipment to eliminate or reduce emissions. | 07/12/2013 |

| | | | | | |
|---|--|-----------------------------------|---------------------|---|-----------------|
| Facilities: | | <input type="checkbox"/> New Tank | | Tank ID: _____ | |
| Contents | # | Capacity | Type | SE GPS | |
| OTHER | | 500 BBLS | STEEL AST | | |
| S/U/V: | | | Comment: | Frac Tanks were staged on location at the time of inspection, Tanks were out of service. | |
| Corrective Action: | | | | Corrective Date: | |
| <u>Paint</u> | | | | | |
| Condition | Adequate | | | | |
| Other (Content) _____ | | | | | |
| Other (Capacity) _____ | | | | | |
| Other (Type) _____ | | | | | |
| <u>Berms</u> | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| | | | | | |
| Corrective Action | No Berms around Frac tanks. | | | | Corrective Date |
| Comment | | | | | |
| Facilities: | | <input type="checkbox"/> New Tank | | Tank ID: _____ | |
| Contents | # | Capacity | Type | SE GPS | |
| CONDENSATE | 2 | 300 BBLS | STEEL AST | | |
| S/U/V: | Violation | | Comment: | At the time of inspection by Cogcc staff in response to an Odor Complaint Doc # 200381046, Staff observed operator flowing well directly to 300bbl tanks located in the tank battery of location #336022. Separator unit was bypassed, and the emission control device was out of service at the time of inspection. Thief hatches on both tanks were left open during flow back operations, and tanks were observed venting to atmosphere at the time of inspection. | |
| Corrective Action: | | | | Corrective Date: | |
| Use BMP and equipment to eliminate or reduce emissions. | | | | 07/12/2013 | |
| <u>Paint</u> | | | | | |
| Condition | Adequate | | | | |
| Other (Content) _____ | | | | | |
| Other (Capacity) _____ | | | | | |
| Other (Type) _____ | | | | | |
| <u>Berms</u> | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate | |
| Corrective Action | | | | | Corrective Date |
| Comment | | | | | |
| Venting: | | | | | |
| Yes/No | Comment | | | | |
| YES | Wells were produced directly to tanks. Gauge hatches were left open, and vapor was allowed to vent to atmosphere, at the time of inspection. | | | | |
| Flaring: | | | | | |
| Type | Satisfactory/Unsatisfactory | Comment | Corrective Action | CA Date | |
| | | | | | |

Predrill

Location ID: 336022

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:**Facility**

Facility ID: 284504 Type: WELL API Number: 045-12189 Status: PR Insp. Status: PR

Facility ID: 284505 Type: WELL API Number: 045-12190 Status: PR Insp. Status: PR

Facility ID: 289329 Type: WELL API Number: 045-13711 Status: XX Insp. Status: ND

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: _____

Waste Management:

| Type | Management | Condition | Comment | GPS (Lat) | (Long) |
|------|------------|-----------|---------|-----------|--------|
| | | | | | |

Complaint:

| Tracking Num | Category | Assigned To | Description | Incident Date |
|--------------|----------|-----------------|---|---------------|
| 200381046 | ODOR | KELLERBY, SHAUN | Garfield County LGD reported that they had received some odor complaints in the vicinity of the McPherson pad between Rifle and Silt. | 05/31/2013 |

Emission Control Burner (ECB): Y _____

Comment: Separator was by passed, and ECD was not in service at the time of inspection.

Pilot: OFF _____ Wildlife Protection Devices (fired vessels): YES _____

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: All wells have been producing at least since March of 2007.

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? _____ CM _____ CA _____ CA Date _____

