

Inspector Name: COSTA, RYAN

**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:
11/19/2014Document Number:
673501850

Overall Inspection:

ACTION REQUIRED**FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	207496	380451	COSTA, RYAN	<input type="checkbox"/>	

Operator Information:OGCC Operator Number: 10330Name of Operator: INVESTMENT EQUIPMENT LLCAddress: 17509 COUNTY ROAD 14City: FT MORGAN State: CO Zip: 80701

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED
- ☒ INSPECTOR REQUESTS FORM 42 WHEN CORRECTIVE ACTIONS ARE COMPLETED

Contact Information:

Contact Name	Phone	Email	Comment
Rebol, Dave		daverebol@hotmail.com	
Rebol, Dave		investmentequipment@cox.net	
Ramos, Martha		martha.ramos@state.co.us	

Compliance Summary:QtrQtr: SWSW Sec: 32 Twp: 12S Range: 50W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Action Required	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
01/16/2014	668601973	PA	PA	ACTION REQUIRED		Fail	No
11/04/2011	663900043	PA	DG	SATISFACTORY			No
04/06/2010	200243225	SR	PA	SATISFACTORY	P	Pass	No

Inspector Comment:**RECLAMATION INSPECTION****Related Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status	
207496	WELL	PA	02/28/1985	DA	017-06431	SCHALLENBERGER 1-32	PA	<input checked="" type="checkbox"/>

Equipment:**Location Inventory**

Special Purpose Pits: _____	Drilling Pits: <u>1</u>	Wells: <u>1</u>	Production Pits: _____
Condensate Tanks: _____	Water Tanks: <u>1</u>	Separators: <u>1</u>	Electric Motors: _____
Gas or Diesel Motors: _____	Cavity Pumps: _____	LACT Unit: _____	Pump Jacks: <u>1</u>
Electric Generators: _____	Gas Pipeline: _____	Oil Pipeline: _____	Water Pipeline: _____
Gas Compressors: _____	VOC Combustor: _____	Oil Tanks: <u>1</u>	Dehydrator Units: _____
Multi-Well Pits: _____	Pigging Station: _____	Flare: _____	Fuel Tanks: _____

Location

Emergency Contact Number (S/A/V): _____

Corrective Date: _____

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Comment:

Corrective Action:

Spills:

Type	Area	Volume	Corrective action	CA Date
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☐ Multiple Spills and Releases?

Venting:

Yes/No	Comment
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Flaring:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
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Predrill

Location ID: 207496

Site Preparation:

Lease Road Adeq.: Pads: Soil Stockpile:

S/AV:

Corrective Action: Date: CDP Num.:

Form 2A COAs:

Group	User	Comment	Date
OGLA	koepsear	If old mud and cuttings are to be incorporated in the location the operator must submit a Waste Management Plan meeting the general requirements of Rule 907.a.. Submit the Waste Management Plan on a Form 4 Sundry Notice via email to ogccenvirosundry@state.co.us.	08/03/2011

S/AV: **Comment:**

CA: **Date:**

Wildlife BMPs:

BMP Type	Comment
PROPOSED BMPs	<p>BMP Plan</p> <p>Investment Equipment, LLC</p> <p>17509 COUNTY ROAD 14</p> <p>FT MORGAN , CO 80701</p> <p>c/o Ted Pagano</p> <p>970 - 590 -3944</p> <p>Stormwater Discharges Associated with Construction Oil and Gas Activity. Application has been filed with Colorado Department of Public Health and Environment Water Quality Control Division and is pending. Approved permit will be in place before any dirt work begins, if any.</p> <p>Re- Entry, Schallenberger No. 1 -32 well</p> <p>T12S, R50W</p> <p>Sec. 32: SW1/4SW1 /4</p> <p>Cheyenne County, Colorado</p> <p>Description of Well Site and Construction Area</p> <p>1 -3 acre site with access road for drilling of oil and gas well. Terrain is flat dry Rangeland ground containing native grass species. No receiving waters will be affected by well pad. There will be no drilling pits associated with the drillsite. Disturbed areas will be reseeded within 6 months weather permitting. Silt fences will be installed on low side site of drill site. Topsoil</p> <p>will be separated and spread on drill site as final operation before reseeding operations. To prevent soil erosion site will be disked and straw crimped in.</p> <p>Stormwater Management Plan (SWMP) is on file in Investment Equipment, LLC Office.</p> <p>Spill Prevention, Control and Countermeasure Plan is on file in Investment Equipment, LLC Office.</p>

S/A/V: _____ **Comment:** _____

CA: _____ **Date:** _____

Stormwater:

Comment: _____

Staking:

On Site Inspection (305):

Surface Owner Contact Information:

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Name: _____	Address: _____	
Phone Number: _____	Cell Phone: _____	
<u>Operator Rep. Contact Information:</u>		
Landman Name: _____	Phone Number: _____	
Date Onsite Request Received: _____	Date of Rule 306 Consultation: _____	
Request LGD Attendance: _____		
<u>LGD Contact Information:</u>		
Name: _____	Phone Number: _____	Agreed to Attend: _____
<u>Summary of Landowner Issues:</u>		
<u>Summary of Operator Response to Landowner Issues:</u>		
<u>Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:</u>		

Facility

Facility ID: 207496	Type: WELL	API Number: 017-06431	Status: PA	Insp. Status: PA
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Environmental

Spills/Releases:

Type of Spill: _____	Description: _____	Estimated Spill Volume: _____
Comment: <div style="border: 1px solid black; height: 20px;"></div>		
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: RANGELAND	
Comment: <div style="border: 1px solid black; height: 20px;"></div>	
1003a. Debris removed? _____	CM _____
CA _____	CA Date _____

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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: RANGELAND _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____ Pass

Debris removed _____ Pass No disturbance /Location never built _____

Access Roads _____ Regraded _____ Pass _____ Contoured _____ Pass _____ Culverts removed _____ Pass

Gravel removed _____ Pass

Location and associated production facilities reclaimed _____ In _____ Locations, facilities, roads, recontoured _____ Pass

Compaction alleviation _____ Dust and erosion control _____ Fail

Non cropland: Revegetated 80% _____ Fail _____ Cropland: perennial forage _____

Weeds present _____ In Process _____ Subsidence _____ In _____

Comment: **The location has been recontoured, cellar backfilled, and the casing wasn't visible as was noted in previous inspection. The location was bare of vegetation (75'x75') and needs to be reclaimed. SEE ATTACHED PHOTOS**

Corrective Action: **Reseed this location and control any weed growth. Continue to monitor and manage this site until Final Reclamation has Passed.**

Date **04/30/2015**

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Overall Final Reclamation		Fail		Well Release on Active Location <input type="checkbox"/>		Multi-Well Location <input type="checkbox"/>	
Storm Water:							
Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment	
S/A/V: _____ Corrective Date: _____							
Comment: _____							
CA: _____							
Pits: <input type="checkbox"/> NO SURFACE INDICATION OF PIT							

COGCC Comments		
Comment	User	Date
Reseed the location and stabilize the soil. Complete reclamation before the next growing season (spring of 2015).	CostaR	11/25/2014
Establish vegetation with total perennial non-invasive plant cover of at least eighty (80) percent of pre-disturbance or reference area levels. Use a seed mixture that matches the adjacent pastureland or a seed mixture requested by the landowner.	CostaR	11/25/2014

Attached Documents

You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
673501851	Site Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3495671

ACTION REQUIRED

ANY ACTION REQUIRED items listed on this report indicate that the oil and gas facility or the oil and gas operations listed on the report may be in violation of the rules and regulations of the Colorado Oil and Conservation Commission (“COGCC”) and corrective action is required.

There is reasonable cause to believe that a violation of the Oil and Gas Conservation Act, or of any rule, regulation, or order of the Commission, or of any permit issued by the Commission, has occurred. The Operator’s compliance with this Inspection Report is required to resolve these alleged violations. This document requires the Operator to timely respond to the COGCC and to comply with directives as listed by the **Corrective Action Deadline Date**. Failure to do so will result in the issuance of a Notice of Alleged Violation and initiation of enforcement proceedings in which COGCC will seek monetary penalties for the alleged violations pursuant to § 34-60-121, C.R.S. and Rule 523, COGCC Rules of Practice and Procedure, 2 CCR 404-1. (Please note that the COGCC's penalty authority was recently increased to a maximum of \$15,000 per day and penalties are no longer capped at a maximum of \$10,000 per violation.)