

**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

Inspection Date:

01/28/2016

Document Number:

685200009

Overall Inspection:

ACTION REQUIRED**FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	214536	325308	LABOWSKIE, STEVE	<input type="checkbox"/>	

Operator Information:OGCC Operator Number: 10254Name of Operator: RED MESA HOLDINGS/O&G LLCAddress: 5619 DTC PARKWAY - STE 800City: GREENWOOD State: CO Zip: 80111

- ☐ 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
T., Alfred	(856) 767-3000 ext. 11	atgiuliano@giulianomiller.com	Red Mesa Trustee
Adamczyk, Megan		megan.adamczyk@state.co.us	
Edwards, Robert	609-841-4756	REdwards@giulianomiller.com	Giuliano Miller & Company, LLC
Ferrin, Jeremy		jeremy.ferrin@state.co.us	
Ash, Margaret		margaret.ash@state.co.us	

Compliance Summary:QtrQtr: NW Sec: 1 Twp: 32N Range: 13W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Action Required	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
03/31/2015	668402740	PR	TA	ACTION REQUIRED			No
03/24/2015	674601592	PR	SI	ACTION REQUIRED	I		No
09/05/2012	669400099	PR	PR	SATISFACTORY	I		No
09/08/2011	200321779	PR	PR	SATISFACTORY			No
10/26/2009	200221353	PR	PR	SATISFACTORY			No
05/24/2006	200090809	PR	PR	ACTION REQUIRED		Fail	Yes
05/16/2001	200018746	PR	PR	ACTION REQUIRED		Fail	Yes
01/09/1998	500147501	PR	PR			Pass	No

Inspector Comment:

This is a complaint response inspection, see "complaint" section under Facilities for details about complaint #200438864. Note: Operations that prompted this complaint are being done by an operator who is not operator of record. This complaint is also associated with Red Mesa Holdings Kroeger K-6 (067-06146) which is accessed from the section of road in question.

Related Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status	
214536	WELL	PR	08/01/2013	GW	067-06139	CUSHING C-1	TA	<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 Motors: _____	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: _____

LocationLease Road:

Type	Satisfactory/Action Required	comment	Corrective Action	Date
Main	ACTION REQUIRED	road recently plowed, muddy due to warm weather and snowmelt, deep tire ruts due to vehicle traffic	repair road, maintain in way that minimizes rutting and vehicle tracking	03/18/2016

Signs/Marker:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date

Emergency Contact Number (S/AR): ACTION

Corrective Date: _____

Comment: bankrupt operator information

Corrective Action: _____

Good Housekeeping:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date

Spills:

Type	Area	Volume	Corrective action	CA Date
Crude Oil	Tank	<= 1 bbl	remove oil and oily soils, close tank battery in approved manner.	03/18/2016

☐ Multiple Spills and Releases?Fencing/:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date

Equipment:

Type: Ancillary equipment	# 1	Satisfactory/Action Required: SATISFACTORY
Comment	wellhead	
Corrective Action	Date:	
Type: Gas Meter Run	# 1	Satisfactory/Action Required: SATISFACTORY
Comment		

Corrective Action	Date:
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Venting:

Yes/No	NO
Comment	

Flaring:

Type	Satisfactory/Action Required
Comment:	
Corrective Action:	Correct Action Date:

Predrill

Location ID: 214536

Site Preparation:

Lease Road Adeq.: Pads: Soil Stockpile:

S/AR:

Corrective Action: Date: CDP Num.:

Form 2A COAs:

S/AR: Comment:

CA: Date:

Wildlife BMPs:

S/AR: Comment:

CA: Date:

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:

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Summary of Operator Response to Landowner Issues:

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Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

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Facility

Facility ID: 214536 Type: WELL API Number: 067-06139 Status: PR Insp. Status: TA

Complaint

Comment: Staff met with complainants at their property in response to complaint doc#200438864. 2 Tanks had recently been removed from the Cushing C-1 battery and earthen berms have been flattened out. 2 uncapped riser pipes remain. Oily soils were covered up with some fresh gravel, a few spots of crude oil were observed on round and mixing with snowmelt. The access road to the Cushing C-1 is heavily rutted, ruts are deeper than what commonly accepted by COGCC (~6"). It appears the vehicle traffic is going to the Red Mesa Holdings Kroege K-6.

Idle Well

Purpose: ☐ Shut In ☒ Temporarily Abandoned Reminder: _____

S/A/V: _____ CA Date: _____

CA: _____

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: _____

Complaint:

Tracking Num	Category	Assigned To	Description	Incident Date
200438864	ROADS	Labowskie, Steve	<p>After Mobil oil removed 2 oil battery storage tanks and in doing so damaged our driveway with a lot of water and mud, which we can not traverse. We need to use the driveway to access the county road. The mud is deep and slick and the vehicles get stuck driving through it, snow prevents us from going around. We require this access to leave the property and obtain fuel from the generator and propane. This request is very urgent because we are stuck on our property with an impending snow storm.</p> <p>The complainant has not contacted the oil company yet. They were not contacted by the oil company, only two workers on site.</p>	01/28/2016

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. Waste and Debris removed? _____

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 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 REVEGETATIONCropland

Top soil replaced _____

Recontoured _____

Perennial forage re-established _____

Non-Cropland

Top soil replaced _____

Recontoured _____

80% Revegetation _____

1003 f. Weeds Noxious weeds? _____

Comment: **reclamation area snow covered at time of inspection**

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 Well Release on Active Location ☐Multi-Well Location ☐**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
				SR	Fail	
				VT	Fail	

S/A/V: **ACTION REQUIRED**Corrective Date: **03/18/2016**Comment: **mud beginning to be tracked off access road**CA: **maintain access road to prevent tire rutting and vehicle tracking. Prevent crude oil from mixing with snowmel as soon as possible and no longer than corrective action date.**Pits: ☒ NO SURFACE INDICATION OF PIT**Attached Documents**You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
685200025	tire rutted access road	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3783252
685200026	oil soils covered up with gravel in battery area	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3783253
685200027	tanks from Cushing battery now at Atom's Taylor 3	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3783254
685200028	free oil miing with snowmelt	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3783255