

**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:

08/22/2016

Document Number:

685301200

Overall Inspection:

**ACTION REQUIRED****FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	214053	325121	St John, William (Cal)	<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	atgiuliano@giulianomiller.com	All Red Mesa Holdings Inspections
Labowskie, Steve		steve.labowskie@state.co.us	COGCC
Edwards, Robert	609-841-4756	REdwards@giulianomiller.com	All Red Mesa Holdings Inspections

**Compliance Summary:**QtrQtr: NWSW Sec: 23 Twp: 33N Range: 12W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Action Required	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
04/01/2015	674601724	PR	SI	<b>ACTION REQUIRED</b>	In Process		No
03/31/2015	668402763	PR	PR	<b>ACTION REQUIRED</b>			No
01/29/2015	667700542	PR	PR	<b>ACTION REQUIRED</b>	In Process		No
10/15/2013	663401271	PR	PR	SATISFACTORY	In Process		No
08/15/2011	200321786	PR	PR	SATISFACTORY			No
08/15/2011	200318535	PR	PR	SATISFACTORY			No
04/09/2009	200208401	ES	PR	<b>ACTION REQUIRED</b>			No
12/04/2007	200123216	PR	PR	SATISFACTORY			No
10/30/2007	200121610	PR	PR	<b>ACTION REQUIRED</b>			Yes
09/04/2007	200121330	PR	PR	<b>ACTION REQUIRED</b>			Yes
05/21/2007	200112650	PR	PR	<b>ACTION REQUIRED</b>		<b>Fail</b>	Yes
01/22/2003	1104917	PR	PR	<b>ACTION REQUIRED</b>		<b>Fail</b>	Yes
10/27/1997	500146651	ES	PR			Pass	No
08/12/1997	500146650	PR	PR			Pass	No
06/12/1996	500146649	PR	PR			Pass	No
08/15/1995	500146648	PR	PR				No

**Inspector Comment:**

Inspector Name: St John, William (Cal)

Field inspection conducted to determine current status of location and production equipment. Inspection does not remove requirement to complete any open corrective action requirements from previous inspections. Review report in its entirety for observed issues and comments. See link at end of report for path to downloadable pictures.

**Related Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status	
214053	WELL	PR	01/28/2008	OW	067-05345	SANCHEZ 2	SI	<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: _____

**Location**

**Lease Road:**

Type	Satisfactory/Action Required	comment	Corrective Action	Date
Access	<b>ACTION REQUIRED</b>	Road is deteriorating but drivable with 2 WD vehicle. Road is mostly covered in weeds and grass.	Maintain and repair roads to comply with Rule 604.c.(2).S.	09/01/2016

**Signs/Marker:**

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
TANK LABELS/PLACARDS	SATISFACTORY			
WELLHEAD	SATISFACTORY	Will need new operator signs within 60 days of change of operator per Rule 210.e.		

Emergency Contact Number (S/AR): \_\_\_\_\_

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

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

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

**Good Housekeeping:**

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
OTHER	<b>ACTION REQUIRED</b>	Stained soil around wellhead and pump jack.	Clean up and remediate stained soil to comply with Rule 906.a	09/01/2016
WEEDS	<b>ACTION REQUIRED</b>	Weeds are covering production pad.	Remove weeds and implement weed control program to comply with Rule 603.f using the Rule 603.f guidance document for further details.	09/01/2016

UNUSED EQUIPMENT	ACTION REQUIRED	On the W side of location there is open ended pipe that appears to run N from location.	Remove unused equipment to comply with Rule 603.f using the Rule 603.f guidance document for further details.	09/01/2016
OTHER	ACTION REQUIRED	Oil staining from production tank drain. Staining under load line at tank. Open ended pipe on W side of tank with fluid standing in pipe.	Clean up and remediate stained soil to comply with Rule 906.a	09/01/2016
TRASH	ACTION REQUIRED	Fitting ends and other drilling/production related trash scattered around location.	Clean up and properly dispose of trash to comply with Rule 603.f using the Rule 603.f guidance document for further details.	09/01/2016

**Spills:**

Type	Area	Volume	Corrective action	CA Date
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☐ Multiple Spills and Releases?
**Fencing/:**

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
PUMP JACK	SATISFACTORY	Steel Mesh Safety Barrier.		

**Equipment:**

Type: Prime Mover	# 1	Satisfactory/Action Required:	SATISFACTORY
Comment	Electric Motor		
Corrective Action	Date:		
Type: Ancillary equipment	# 1	Satisfactory/Action Required:	SATISFACTORY
Comment	Electric Service Equipment		
Corrective Action	Date:		
Type: Flow Line	# 1	Satisfactory/Action Required:	SATISFACTORY
Comment			
Corrective Action	Date:		
Type: Gas Meter Run	# 1	Satisfactory/Action Required:	SATISFACTORY
Comment			
Corrective Action	Date:		
Type: Deadman # & Marked	# 1	Satisfactory/Action Required:	ACTION REQUIRED
Comment	All deadmen not marked. Found only 1.		
Corrective Action	Locate and mark deadmen to comply with Rule 1003.a		
			Date: 9/1/2016
Type: Ancillary equipment	# 1	Satisfactory/Action Required:	SATISFACTORY
Comment	Wellhead		
Corrective Action	Date:		

Inspector Name: St John, William (Cal)

Type: Pump Jack	# 1	Satisfactory/Action Required: SATISFACTORY
Comment		
Corrective Action	Date:	

**Tanks and Berms:**

☐ New Tank

Tank ID: \_\_\_\_\_

Contents	#	Capacity	Type	SE GPS
CRUDE OIL	1	OTHER	STEEL AST	,

S/AR	<b>ACTION REQUIRED</b>	Comment:	Drain Valve leaking. Thief hatch latch broken.
Corrective Action:	Repair or replace leaking valve to comply with Rule 605.d. Repair or replace thief hatch to comply with Rule 605.a.(9).		Corrective Date: 09/01/2016

Paint

Condition	Adequate
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Other (Content) \_\_\_\_\_

Other (Capacity) 210 BBLs \_\_\_\_\_

Other (Type) \_\_\_\_\_

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate	Walls Insufficient	Base Insufficient	Inadequate

Corrective Action	Remove weeds and repair berms or install other secondary containment devices to comply with Rule 605.a.(4).	Corrective Date	09/01/2016
Comment	Weeds are growing inside and on containment berms.		

**Venting:**

Yes/No	NO
Comment	

**Flaring:**

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

**Predrill**

Location ID: 214053

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:

\_\_\_\_\_

Summary of Operator Response to Landowner Issues:

\_\_\_\_\_

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

\_\_\_\_\_

**Facility**

Facility ID: 214053 Type: WELL API Number: 067-05345 Status: PR Insp. Status: SI

**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: \_\_\_\_\_

S/A/V: \_\_\_\_\_ CA Date: \_\_\_\_\_

CA: \_\_\_\_\_

Comment: Last reported production was November 2014. if well is not returned to production by November 2016 MIT will be required to comply with Rule 326.b.

**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: _____	

  

<b>Water Well:</b>		Lat _____	Long _____
DWR Receipt Num: _____	Owner Name: _____	GPS : _____	_____

  

<b>Field Parameters:</b>
Sample Location: _____

  

Emission Control Burner (ECB): _____
Comment: _____
Pilot: _____ Wildlife Protection Devices (fired vessels): _____

  

<b>Reclamation - Storm Water - Pit</b>
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<b>Interim Reclamation:</b>	
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? _____
<b>RESTORATION AND REVEGETATION</b>	
<u>Cropland</u>	
Top soil replaced _____	Recontoured _____ Perennial forage re-established _____
<u>Non-Cropland</u>	

Inspector Name: St John, William (Cal)

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 \_\_\_\_\_

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

S/A/V: **ACTION REQUIRED**

Corrective Date: **09/01/2016**

Comment: **Due to the large amount of vegetation covering location I was unable to completely evaluate stormwater for location. There are erosion channels coming off the cut slope and possible sediment deposits along the E perimeter of location.**

CA: **Install or repair required BMPs per Rule 1002.f. Refer to the Rule 1002.f guidance document for further details.**

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
685301244	Sanchez 2 weed garden	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941597">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941597</a>
685301245	Stained soil at load out	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941598">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941598</a>
685301247	Stained soil around pump jack	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941599">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941599</a>
685301250	Erosion channel on cut slope	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941600">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941600</a>
685301252	Open ended pipe	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941601">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941601</a>