

**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:

685301201

Overall Inspection:

ACTION REQUIRED**FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	214050	385332	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
Roy, Catherine		catherine.roy@state.co.us	
Labowskie, Steve		steve.labowskie@state.co.us	COGCC
T., Alfred	856-767-3000	atgiuliano@giulianomiller.com	All Red Mesa Holdings Inspections
Hughes, Jim		jimo.hughes@state.co.us	
Edwards, Robert	609-841-4756	REdwards@giulianomiller.com	All Red Mesa Holdings Inspections

Compliance Summary:

QtrQtr:	NESE	Sec:	22	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)
11/15/2013	666500107	SI	SI	SATISFACTORY			No
11/13/2013	666500106	SI	SI	SATISFACTORY			No
08/15/2011	200321789	PR	PR	SATISFACTORY			No
07/28/2011	200317695	PR	SI	ACTION REQUIRED			Yes
01/22/2002	1104916	PR	PR	ACTION REQUIRED		Fail	Yes
10/27/1997	500146639	ES	PR			Pass	No
08/12/1997	500146638	PR	PR			Pass	No
06/12/1996	500146637	PR	PR			Pass	No
08/15/1995	500146636	PR	PR				Yes

Inspector Comment:

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
119813	PIT		09/23/1999		-	SANCHEZ 3 & 4	<input type="checkbox"/>
214050	WELL	PA	11/19/2013	GW	067-05341	SANCHEZ 3	PA <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	ACTION REQUIRED	Access road rutted and has erosion channels. Well has been P&A and access road should of been reclaimed.	Reclaim road to comply with Rule 1004.a	09/01/2016

Signs/Marker:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
TANK LABELS/PLACARDS	ACTION REQUIRED	No sign at tank. Well was P&A and tank should of been removed and site reclaimed.	Remove tank and reclaim location to comply with Rule 1004.a.	09/01/2016

Emergency Contact Number (S/AR): _____

Corrective Date: _____

Comment: _____

Corrective Action: _____

Good Housekeeping:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
OTHER	ACTION REQUIRED	Stained soil at tank load out and around tank.	Clean up and remediate stained soil to comply with Rule 906.a Reclaim area to comply with Rule 1004.a.	09/01/2016
WEEDS	ACTION REQUIRED	Weeds are growing all over the location.	Location has been P&A weeds need to be removed and weed control program implemented to comply with Rule 1004.e.	09/01/2016
DEBRIS	ACTION REQUIRED	Drilling and production related debris scattered around location.	Well has been P&A. Clean up debris and comply with Rule 1004.a.	09/01/2016
UNUSED EQUIPMENT	ACTION REQUIRED	Sections of pipe, pipe fittings, and production related equipment left at location.	Location was P&A and all associated equipment should of be removed to comply with Rule 1004.a	09/01/2016

Spills:

Type	Area	Volume	Corrective action	CA Date
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Inspector Name: St John, William (Cal)

☐ Multiple Spills and Releases?

Tanks and Berms:

☐ New Tank

Tank ID: _____

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

S/AR **ACTION REQUIRED** Comment: Tank is has a minor leak at bottom edge.

Corrective Action: Remove or repair tank. Tank should be removed to comply with Rule 1004.a since well was P&A.

Corrective Date: 09/01/2016

Paint

Condition	Adequate
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Other (Content) UNKOWN

Other (Capacity) UNKOWN

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). Reclaim area to comply with Rule 1004.a.

Corrective Date 09/01/2016

Comment Weeds are growing inside and on containment berms.

Venting:

Yes/No	
Comment	

Flaring:

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

Predrill

Location ID: 214050

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: 214050 Type: WELL API Number: 067-05341 Status: PA Insp. Status: PA

Idle WellPurpose: ☐ Shut In ☐ Temporarily Abandoned Reminder: _____

S/A/V: _____ CA Date: _____

CA: _____

Comment: Well reported as P&A 11/19/2013. Work required by Rule 1004.a not completed.

Environmental**Spills/Releases:**

Type of Spill: _____ Description: _____ Estimated Spill Volume: _____

Comment: _____

Date: _____

Inspector Name: St John, William (Cal)

Corrective Action: _____		
Reportable: _____	GPS: Lat _____	Long _____
Proximity to Surface Water: _____		Depth to Ground Water: _____
<u>Water Well:</u>		
DWR Receipt Num: _____	Owner Name: _____	GPS : _____
<u>Field Parameters:</u>		
Sample Location: _____		
Emission Control Burner (ECB): _____		
Comment: _____		
Pilot: _____	Wildlife Protection Devices (fired vessels): _____	
<u>Reclamation - Storm Water - Pit</u>		
<u>Interim Reclamation:</u>		
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 REVEGETATION		
<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: 11/19/2013

Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged Pass

Pit mouse/rat holes, cellars backfilled Pass

Debris removed Fail

No disturbance /Location never built _____

Access Roads Regraded Fail

Contoured Fail

Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed Fail

Locations, facilities, roads, recontoured Fail

Compaction alleviation _____

Dust and erosion control _____

Non cropland: Revegetated 80% Fail

Cropland: perennial forage _____

Weeds present Fail

Subsidence _____

Comment: Work required by Rule 1004.a not completed. Tank battery, debris, trash, and piping are visible. Access road removal and location recontouring not accomplished.

Corrective Action: Comply with Rule 1004.a

Date 09/01/2016

Overall Final Reclamation Fail

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
Compaction	Fail	Compaction	Fail	Self Inspection	Fail	

S/A/V: ACTION REQUIRED

Corrective Date: 09/01/2016

Comment: Erosion channels on location and down access road. Well was P&A but surface work not completed.

CA: Install or repair required BMPs to comply with Rule 1002.f. Refer to the 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
685301254	Leak at bottom of tank	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941602
685301256	Tank battery weeds	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941603
685301257	Location weeds	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941604
685301258	Electrical service on location and empty drum	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941605
685301259	Debris on location	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941606
685301260	Erosion channels in access road	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941607