

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:
08/23/2016
Document Number:
685301205
Overall Inspection:
ACTION REQUIRED

FIELD INSPECTION FORM

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	<u>215327</u>	<u>325745</u>	<u>St John, William (Cal)</u>	<input type="checkbox"/>	

Operator Information:

OGCC Operator Number:	<u>10254</u>
Name of Operator:	<u>RED MESA HOLDINGS/O&G LLC</u>
Address:	<u>5619 DTC PARKWAY - STE 800</u>
City:	<u>GREENWOOD</u> State: <u>CO</u> Zip: <u>80111</u>

- 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:

Qtr	Qtr	Sec	Twp	Range
NWNE		14	33N	12W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Action Required	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
06/22/2015	674602010	PR	SI	ACTION REQUIRED			No
04/14/2015	674601772	PR	SI	ACTION REQUIRED			No
03/31/2015	674601622	PR	SI	ACTION REQUIRED	In Process		No
03/30/2015	668402734	PR	PR	ACTION REQUIRED			No
07/17/2014	667700413	PR	PR	ACTION REQUIRED			No
07/16/2014	674600623	PR	PR	SATISFACTORY	Pass		No
05/03/2012	661700305	PR	PR	SATISFACTORY	Pass		No
08/17/2009	200219258	PR	PR	SATISFACTORY			No
01/03/2008	200124379	ID	SI	SATISFACTORY			No
08/08/1997	500148839	PR	PR			Pass	
06/07/1996	500148838	PR	PR			Pass	No
07/28/1995	500148837	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
100562	PIT		09/23/1999		-	HAUN DELANEY 1-14	<input type="checkbox"/>

115499	PIT		09/23/1999	-	H & I 1			
215327	WELL	PR	04/17/2009	OW	067-06932	HAUN-DELANEY 1	SI	X

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	Rutted. Top of road has ruts 6" deep. 2 WD passable.	Maintain and repair access roads to comply with Rule 604.c.(2).S	09/01/2016

Signs/Marker:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
CONTAINERS	ACTION REQUIRED	Tank on elevated stand has no NFPA or contents marking.	Install sign to comply with rule 210.	09/01/2016
WELLHEAD	SATISFACTORY			

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 wellhead, prime mover, and Elevated tank.	Clean up and remediate stained soil to comply with Rule 906.a.	09/01/2016
WEEDS	ACTION REQUIRED	Weeds are growing around production equipment and on location.	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
STORAGE OF SUPL	ACTION REQUIRED	Black poly line left on W side of location.	Remove poly pipe to comply with Rule 603.f using the Rule 603.f guidance document for further details.	09/01/2016
TRASH	ACTION REQUIRED	Rusted out barrel, white plastic 5 Gal jug, assorted small production related trash.	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
LOCATION	SATISFACTORY	Post and wire		

Equipment:				
Type: Pump Jack	# 1	Satisfactory/Action Required:	SATISFACTORY	
Comment				
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: Other	# 1	Satisfactory/Action Required:	SATISFACTORY	
Comment	Domestic Gas Tap - Valves are open and appear to be in use.			
Corrective Action				Date:
Type: Deadman # & Marked	# 4	Satisfactory/Action Required:	ACTION REQUIRED	
Comment	Not all deadmen marked.			
Corrective Action	Locate and mark all deadmen to comply with Rule 1003.a.			Date: 9/1/2016
Type: Ancillary equipment	# 1	Satisfactory/Action Required:	SATISFACTORY	
Comment	Wellhead			
Corrective Action				Date:
Type: Ancillary equipment	# 1	Satisfactory/Action Required:	ACTION REQUIRED	
Comment	Lube Oil Tank - No markings or labeling. No secondary containment. Stained soil under tank.			
Corrective Action	Lable tank to comply with Rule 605.a.(12). Repair or install berms or other secondary containment to comply with Rule 1002.f.(2).B. Clean up and remediate stained soil to comply with Rule 906.a			Date: 9/1/2016
Type: Prime Mover	# 1	Satisfactory/Action Required:	SATISFACTORY	
Comment	Natural Gas Motor			
Corrective Action				Date:
Type: Ancillary equipment	# 1	Satisfactory/Action Required:	SATISFACTORY	
Comment	Supply Gas knock out and regulator.			
Corrective Action				Date:

Tanks and Berms:				
<input type="checkbox"/> New Tank		Tank ID: _____		
Contents	#	Capacity	Type	SE GPS
CRUDE OIL	2	300 BBLS	STEEL AST	,

Inspector Name: St John, William (Cal)

S/AR	SATISFACTORY	Comment:	Eveidence od leak around thief hatch at top of tank (Build up of oil residue and dust). Stained soil under load out.
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Corrective Action:	Repair or replace thief hatch to comply with Rule 605.a.(9). Clean up and remediate stained soil at load out to comply with Rule 906.a	Corrective Date:	09/01/2016
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Paint

Condition	Adequate
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Other (Content) _____

Other (Capacity) _____

Other (Type) _____

Berms

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

Corrective Action	Repair berms or install other secondary containment device to comply with Rule 605.a.(4).	Corrective Date	09/01/2016
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Comment	Animal burrows in berms and base of containment.
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Venting:

Yes/No	YES
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Comment	Whei I inspected the wellhead area i found multiple wellhead and gas meter run valves open at time of inspection. Detected LEL gas above limits with 4 Gas Meter. Working backwards to the wellhead I closed all valves to the gas meter run and all valves at wellhead with the exception of the line for domestic tap.
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Flaring:

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

Predrill

Location ID: 215327

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: 215327 Type: WELL API Number: 067-06932 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. No MIT in well file. Domestic tap appears to be in use.

Environmental

Spills/Releases:

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

Comment: _____

Date: _____

Corrective Action: _____
 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: _____
 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

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: _____

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
Compaction	Pass	Compaction	Pass	Material Handling And Spill Prevention	Fail	Elevated drum with no containment.

S/A/V: SATISFACTORY Corrective Date: _____

Comment: _____

CA: _____

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
685301265	Stained soil at tank load out	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941612
685301266	Animal burrow 1 of 9	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941613
685301268	Rutted access road	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941614
685301269	Poly pipe	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941615
685301270	Stained soil around pump jack and elevated drum with no containment	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941616
685301271	Weeds on location	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941617