

**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:
	<u>214050</u>	<u>385332</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&amp;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
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:	<u>NESE</u>	Sec:	<u>22</u>	Twp:	<u>33N</u>	Range:	<u>12W</u>
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	<b>ACTION REQUIRED</b>			Yes
01/22/2002	1104916	PR	PR	<b>ACTION REQUIRED</b>		<b>Fail</b>	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"/>

<b>Equipment:</b>		<u>Location Inventory</u>			
Special Purpose Pits: _____	Drilling Pits: _____	Wells: _____	Production Pits: _____		
Condensate Tanks: _____	Water Tanks: _____	Separators: _____	Electric Motors: _____		
Gas or Diesel Mortors: _____	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**

<b><u>Lease Road:</u></b>				
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

<b><u>Signs/Marker:</u></b>				
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: \_\_\_\_\_

<b><u>Good Housekeeping:</u></b>				
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

<b><u>Spills:</u></b>				
Type	Area	Volume	Corrective action	CA Date

Multiple Spills and Releases?

**Tanks and Berms:**  New Tank Tank ID: \_\_\_\_\_

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

S/AR	<b>ACTION REQUIRED</b>	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 Well**

Purpose:  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: \_\_\_\_\_

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: 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 dor 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
685301201	INSPECTION APPROVED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941648">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941648</a>
685301254	Leak at bottom of tank	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941602">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941602</a>
685301256	Tank battery weeds	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941603">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941603</a>
685301257	Location weeds	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941604">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941604</a>
685301258	Electrical service on location and empty drum	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941605">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941605</a>
685301259	Debris onn location	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941606">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941606</a>
685301260	Erosion channels in access road	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941607">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3941607</a>