

**FORM
INSP**Rev
X/15**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:

06/24/2018

Submitted Date:

07/01/2018

Document Number:

674104506**FIELD INSPECTION FORM**
 Loc ID 322004 Inspector Name: Colby, Lou On-Site Inspection ☐ 2A Doc Num:
Operator Information:OGCC Operator Number: 10515Name of Operator: GUNNISON ENERGY LLCAddress: 1801 BROADWAY #1200City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**9 Number of Comments7 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

| Contact Name | Phone | Email | Comment |
|-----------------|--------------|--------------------------|---------|
| Cleary, Mike | | mike.cleary@oxbow.com | |
| McWilliams, Dan | | dan.mcwilliams@oxbow.com | |
| Downey, Robert | 303-296-4222 | robert.downey@oxbow.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 264166 | WELL | SI | 05/01/2012 | GW | 029-06093 | LONE PINE 1A | RI |

General Comment:

This is an Interim Reclamation & Stormwater focused Inspection. Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

LocationOverall Good: ☐

| | | | |
|----------------------|--|-------|------------|
| Signs/Marker: | | | |
| Type | WELLHEAD | | |
| Comment: | One sign at Location is down at Entry to site. No sign was observed at Well head | | |
| Corrective Action: | Install signs to comply with Rule 210.b. | Date: | 07/31/2018 |

| | |
|---------------------------|-------------|
| Emergency Contact Number: | |
| Comment: | |
| Corrective Action: | Date: _____ |

Overall Good: ☐

| | | | | | |
|----------------|------|--------|--|--|--|
| Spills: | | | | | |
| Type | Area | Volume | | | |

In Containment: No

Comment: ☐ Multiple Spills and Releases?

| | | | |
|--------------------|--|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Other | # | | |
| Comment: | Well head is set in Open Cellar with no cover to prevent entrapment of Wildlife. At time of Inspection Cellar was filled with water. | | |
| Corrective Action: | Install cover on cellar to prevent entrapment of Wildlife. | Date: | 07/09/2018 |

| | | | |
|--------------------|--|-------|--|
| Venting: | | | |
| Yes/No | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | | |
|--------------------|--|-------|--|
| Flaring: | | | |
| Type | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: Range Land**1002 SITE PREPARATION AND STABILIZATION**

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? FailComment Fence wire on ground along areas of perimeter have become Debris and a Safety hazard.Corrective Action Remove Debris.Date 08/05/2018Unused or unneeded equipment onsite? FailComment Fencing Materials and Machinery are stored on Location. It appears that fencing removal may be in process as Picture from previous Insp shows Sign up through fencing.Corrective Action Remove Unused / unneeded equipment from Location.Date 07/31/2018Pit, cellars, rat holes and other bores closed? FailComment What may have been Pit is fenced off at Northwest corner of Location. Open cellar is addressed in Location Equipment Section.Corrective Action Close Pit; Contacting COGCC NW area EPS, for Discussion, Documentation, Resolution of Pit Status; or identify to Inspector if this Panned area is Other?Date 07/31/2018Guy line anchors marked? Pass

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? Fail Production areas stabilized ? Fail
 1003c. Compacted areas have been cross ripped? Fail
 1003d. Drilling pit closed? Fail Subsidence over on drill pit? Fail
 Cuttings management: _____
 1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? Fail
 Production areas have been stabilized? Fail Segregated soils have been replaced? Fail

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced Fail Recontoured Fail 80% Revegetation Fail

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? F

Comment

It does not appear that Interim Reclamation was installed at Location. Areas no longer needed for Use, Production, Drilling or Subsequent Operations have not been reclaimed / revegetated. Noxious Weeds, Thistles were noted on Location, heavier growth on Soil Pile at Southeast corner of site

Corrective Action

There are two CAs & CA Dates in this section:
 CA#1) Reclaim Location for Interim Reclamation per COGCC 1003 Series Rules; installing Reclamation in areas no longer needed for Use, Production, Drilling or Subsequent Operations installing appropriate BMPs to Stabilize Areas until Vegetation establishes. Reclamation Activities should be complete by 11/1/2018.
 CA#2) Control Noxious Weeds ASAP at least by 7/23/18.

Date 07/23/2018

Overall Interim Reclamation Fail

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 _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Ditches | Pass | Culverts | Pass | | | |
| Compaction | Pass | Compaction | Pass | | | |

Comment: Corrective Action:

Date: 11/01/2018

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 |
|--------------|-------------------|---|
| 674104507 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4511353 |