

**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:

03/15/2019

Submitted Date:

03/20/2019

Document Number:

682404670**FIELD INSPECTION FORM**
 Loc ID 424579 Inspector Name: Binschus, Chris On-Site Inspection ☐ 2A Doc Num:
Operator Information:OGCC Operator Number: 10651Name of Operator: VERDAD RESOURCES LLCAddress: 5950 CEDAR SPRINGS ROADCity: DALLAS State: TX Zip: 75235**Status Summary:**

- ☒ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:10 Number of Comments6 Number of Corrective Actions☒ Corrective Action Response Requested**ANY CORRECTIVE ACTION(S) FROM
PREVIOUS INSPECTIONS THAT HAVE NOT
BEEN ADDRESSED ARE STILL APPLICABLE****Contact Information:**

Contact Name	Phone	Email	Comment
		Regulatory@verdadoil.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
424579	LOCATION	AC			-	Pergamos 8-11-7-60	RI

General Comment:

This is a follow-up Final Reclamation Inspection to Field Inspection Report Doc. #682404476.

This inspection is being entered for notification and documentation only and is not intended to provide the Operator the opportunity to resolve the alleged violations without the imposition of a penalty, pursuant to Rule 522.c.

LocationOverall Good: ☐

Emergency Contact Number:

Comment: Corrective Action: Date: **Good Housekeeping:**

Type	WEEDS		
Comment:	Appears the Operator has performed the previous corrective action. Based on the Operator FIRR form (Doc. #401973530), Operator did not complete the corrective action by the required date. Refer to the attached inspection photos.		
Corrective Action:		Date:	
Type	TRASH		
Comment:	Operator has failed to perform the previous corrective action to remove all trash.		
Corrective Action:	Comply with Rule 603.f.	Date:	02/14/2019
Type	STORAGE OF SUPL		
Comment:	Operator has failed to perform the previous corrective action to remove storage of supplies and equipment.		
Corrective Action:	Comply with Rule 603.f.	Date:	02/28/2019
Type	UNUSED EQUIPMENT		
Comment:	Unused equipment was observed throughout the location.		
Corrective Action:	1) Comply with Rule 603.f. 2) Operator shall provide appropriate documentation that unused equipment was taken to a permitted facility OR permitted storage facility no later than 2 weeks from the removal via Form 4 Sundry Notice with attachments.		Date: 04/25/2019
Type	DEBRIS		
Comment:	Operator has failed to perform the previous corrective action to remove all debris.		
Corrective Action:	Comply with Rule 603.f.	Date:	02/14/2019

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?**Venting:**

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type			
Comment:			
Corrective Action:		Date:	

Environmental**Spills/Releases:**

Type of Spill: _____ Estimated Spill Volume: _____

Comment:

Snow cover did not allow COGCC staff to make an accurate assessment to determine whether or not all spills were cleaned up. This corrective action remains open. Based on the Operator FIRR form, Operator contacted EPS staff.

Corrective Action:

Control and contain spills/releases and clean up per Rule 906.a.

Date: _____

Reportable: _____ GPS: Lat _____ Long _____

Proximity to Surface Water: _____ Depth to Ground Water: _____

Water Well Complaint:

DWR Receipt Num: _____ Owner Name: _____ GPS : _____ Lat _____ Long _____

Field Parameters:

Sample Location: _____ Comment: _____

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

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

Land Use: RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____ In Process _____

Comment

Appears the Operator has performed the previous corrective action. Based on the Operator FIRR form (Doc. #401973530), Operator did not complete the corrective action by the required date.

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

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 REVEGETATIONCropland

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

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

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? _____

Comment _____

Corrective Action _____ Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: RANGELAND

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: **Based on Operator communication via email to COGCC staff, Operator indicated Verdad will no longer be seeking a variance request. Operator will instead reclaim the pad ASAP.**

Operator shall comply with all corrective actions and comply with Rule 1004 standards. COGCC staff will perform a follow up inspection to ensure compliance with COGCC rules and regulations.

Inspector Name: Binschus, Chris

Corrective Action:	Comply with Rule 1004. Corrective action date is being back dated to when Final Reclamation activities should have been completed after the Form 2A expiration.	Date	08/01/2015
Overall Final Reclamation	Fail	Well Release on Active Location	<input type="checkbox"/>
		Multi-Well Location	<input type="checkbox"/>

COGCC Comments

Comment	User	Date
Note: COGCC staff did not include all photos taken during the March 15, 2019 inspection.	binschusc	03/20/2019

Attached Documents

You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
682404671	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4768908