

FORM
INSPRev
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:

03/25/2020

Submitted Date:

03/30/2020

Document Number:

688800700

FIELD INSPECTION FORM

Loc ID 385332 Inspector Name: Hughes, Jim On-Site Inspection 2A Doc Num: _____

Operator Information:

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

Status Summary:

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

Findings:

5 Number of Comments
0 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 |
|-------------------|-------|------------------------------|---------|
| Chollett, Shannon | | shannon.chollett@state.co.us | |
| Heil, John | | john.heil@state.co.us | |
| Fischer, Alex | | alex.fischer@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 119813 | PIT | | 09/23/1999 | | - | SANCHEZ 3 & 4 | |
| 214050 | WELL | PA | 11/19/2013 | GW | 067-05341 | SANCHEZ 3 | EI |

General Comment:

On March 25, 2020 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the Red Mesa Holdings LLC Sanchez #3. For the most recent field inspection report of this facility, please refer to document #693900282.

Location

| | | | |
|--------------------|--------|--|-------|
| Lease Road: | | | |
| Type | Access | | |
| comment: | | | |
| Corrective Action | | | Date: |

Overall Good:

| | |
|---------------------------|--|
| Emergency Contact Number: | |
| Comment: | <input style="width: 50%;" type="text"/> |
| Corrective Action: | <input style="width: 50%;" type="text"/> |
| Date: _____ | |

| | | | |
|---------------------------|---|--|-------|
| Good Housekeeping: | | | |
| Type | TRASH | | |
| Comment: | Steel pipe and other discarded items on location. | | |
| Corrective Action: | | | Date: |

Overall Good:

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

In Containment: No

Comment:

Multiple Spills and Releases?

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|--|-----------|---------|-----------------------|
| CRUDE OIL | 1 | OTHER | STEEL AST | | 37.087902,-108.130066 |
| Comment: | | AST has been marked empty by COGCC Field Inspection Staff. Previous inspection reports indicate 4-8" of fluid in tank. | | | |
| Corrective Action: | | | | Date: | |

Paint

| | | |
|------------------|------------|--|
| Condition | Inadequate | |
| Other (Content) | | |
| Other (Capacity) | Unknown | |
| Other (Type) | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|----------|---------------------|---------------------|-------------|
| Earth | Adequate | Walls Sufficient | Base Sufficient | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

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

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

Inspected Facilities

Facility ID: 119813 Type: PIT API Number: - Status: Insp. Status:

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

Environmental

Spills/Releases:

Type of Spill: _____ Estimated Spill Volume: _____
Comment: _____
Corrective Action: _____ 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

Storm Water:

| | | | | | | |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
| | | | | | | |

Comment:

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

Type: _____ Lined: _____ Pit ID: 119813 Lat: 37.088027 Long: -108.130805

Reference Point: _____ Other: _____ Length: _____ Width: _____

Lining:

Liner Type: _____ Liner Condition: _____

Comment: No surface indication of pit.

Corrective _____ Date: _____

Fencing:

Fencing Type: _____ Fencing Condition: _____

Comment:

Corrective _____ Date: _____

Netting:

Netting Type: _____ Netting Condition: _____

Comment:

Corrective _____ Date: _____

Anchor Trench Present: _____ Oil Accumulation: _____ 2+ feet Freeboard: _____

Comment:

Corrective _____ Date: _____

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| <p>On March 25, 2020 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the Red Mesa Holdings LLC Sanchez #3. For the most recent field inspection report of this facility, please refer to document #693900282.</p> <p>During this field inspection the following observations were made: An overhead power line terminates at this location. The location has steel pipe and other debris strewn about. No PA marker was observed during this inspection. An AST of unknown capacity remains on the eastern edge of the location. Stained soil is present beneath the load out valve and a compromised area of the bottom seam. The earthen secondary containment berm has an open ended steel flow line protruding from it. There is no surface indication of Pit Facility ID #119813, which has an unknown status in the COGIS database.</p> | hughesjo | 03/30/2020 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-------------------|---|
| 688800701 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5110098 |