

**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:

11/19/2020

Submitted Date:

11/20/2020

Document Number:

696202031

FIELD INSPECTION FORM

Loc ID: 324457 Inspector Name: Trujillo, Aaron On-Site Inspection: 2A Doc Num: _____

Status Summary:
 THIS IS A FOLLOW UP INSPECTION
 FOLLOW UP INSPECTION REQUIRED
 NO FOLLOW UP INSPECTION REQUIRED

Findings:
 3 Number of Comments
 1 Number of Corrective Actions
 Corrective Action Response Requested

Operator Information:
 OGCC Operator Number: 10515
 Name of Operator: GUNNISON ENERGY LLC
 Address: 1801 BROADWAY #1150
 City: DENVER State: CO Zip: 80202

ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

| Contact Name | Phone | Email | Comment |
|--------------|-------|--------------------------|---------|
| | | heather.lang@oxbow.com | |
| | | tyson.johnston@oxbow.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------|--------|-------------|------------|-----------|-----------------------|-------------|
| 211686 | WELL | PA | 06/05/2015 | GW | 051-06008 | FEDERAL 11-90-7 | RI |
| 324457 | LOCATION | CL | | | - | FEDERAL-611S90W 7NENE | RI |

General Comment:

On 8/31/2020, Reclamation Specialist Trujillo conducted a final reclamation and stormwater inspection at Gunnison Energys Federal 11-90 -7 location in Gunnison County, Colorado.

This inspection is a followup to Inspection #680600788, #696201332 and #696201679 to document compliance with the following corrective actions:
 - Comply with 1004 series rules by October 15, 2016

It was also observed that corrective actions requiring final reclamation in accordance with 1004 series rules have not been addressed; Location is being referred for enforcement.

Refer to the "Reclamation" section of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules

Inspected Facilities

Facility ID: 211686 Type: WELL API Number: 051-06008 Status: PA Insp. Status: RI

Facility ID: 324457 Type: LOCATION API Number: - Status: CL Insp. Status: RI

Reclamation - Storm Water - Pit

Interim Reclamation:

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

Land Use: _____

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 _____

Comment _____

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 REVEGETATION

Cropland

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: _____

Reminder: _____

Comment:

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded **Fail** Contoured **Fail** Culverts removed _____

Gravel removed **Fail**

Location and associated production facilities reclaimed **Fail** Locations, facilities, roads, recontoured **Fail**

Compaction alleviation **Fail** Dust and erosion control _____

Non cropland: Revegetated 80% **Fail** 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 **10/15/2016**

Overall Final Reclamation **Fail** Well Release on Active Location Multi-Well Location

COGCC Comments

| Comment | User | Date |
|--|------------|------------|
| <p>RECLAMATION COMMENTS</p> <p>FIR #680600788 dated 6/9/2016, FIR #696201332 dated 5/26/2020, and FIR #696201679 dated 8/31/2020 observed that the Location does not meet 1004 reclamation requirements; Equipment remains, Location and access road requiring compaction alleviation, contouring and revegetating. FIRs required Operator to perform the following corrective actions by 10/25/2016: Equipment needs to be removed and well pad and access road need to be de-compacted, re-contoured, and seeded to comply with 1004 series rules by October 15, 2016.</p> <p>It was observed in this inspection that the Location remains out of compliance with 1004 Rules and corrective actions; Anchor equipment remains on NW corner of Location; Gravel remains on Location and access road; Location and access road has not been contoured, compaction alleviation not conducted and site/road revegetated. Corrective actions from inspections have not been addressed, therefore corrective action date remains applicable; This Location is being referred for enforcement.</p> | trujilloam | 11/20/2020 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-------------------|---|
| 696202032 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5295608 |