

**FORM
INSP**Rev
X/20**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:

06/22/2021

Submitted Date:

06/24/2021

Document Number:

700600271**FIELD INSPECTION FORM**Loc ID 414280 Inspector Name: Kosola, Jason On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10722Name of Operator: KTM OPERATING LLCAddress: 1246 BAYOU LACARPE ROADCity: HOUMA State: LA Zip: 70360**Status Summary:**

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

Findings:

7 Number of Comments

2 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
Sherman, Susan		susan.sherman@state.co.us	
Vincent, Kenny	(337) 654-9404	kvincent@reagan.com	Principal Agent
Vincent, Kenny	(337) 654-9404	kvincent@reagan.com	Principal Agent
Morgan, John		john.morgan@state.co.us	
Lindley, Trent		trent.lindley@state.co.us	COGCC Enforcement
Del Hierro, Chris	720-431-7468	chris@CDHConsult.com	
McCann, Randall	337-654-9804	rmccann@pcminc.com	Designated Agent
Hecht, Jaime		jaime.hecht@dynacloud.io	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
159331	UIC DISPOSAL	AC	03/11/2010		-	CRAIG 6-4 SWD	EI
414278	WELL	IJ	07/10/2015	DSPW	073-06391	CRAIG 6-4 SWD	EI
479428	SPILL OR RELEASE	AC	03/04/2021		-	Craig 6-4 SWD	EI

General Comment:

This is an environmental inspection only. Any corrective actions from previous inspections that have not been addressed are still applicable. Photos attached to document site condition at the time of inspection.

Operator has not made attempts to address violations from Notice of Alleged Violation #402658245 which was issued on 4/14/2021 with Corrective Action due dates of 5/14/2021. This location is in years long violation of COGCC rules and will result in substantial financial penalties to KTM Operating unless immediate action is taken to address violations.

Spill 479428 remains open. Operator has not submitted Form 19 as required to request closure of spill as clean up is now under active Remediation 17974. Operator shall submit Form 19 Subsequent as required per rule and fill out corrective actions tab as required per COA on Form 19 402614154. Remediation work was scheduled to be conducted by 6/15/2021 per approved document 402682134 but operator has provided no updates to COGCC regarding remediation work.

Aerial photography shows an apparent historic release to the southeast of tank battery. Operator shall update active remediation 17974 with plan to delineate and remediate this release.

Inspected FacilitiesFacility ID: 159331 Type: UIC API Number: - Status: AC Insp. Status: EIFacility ID: 414278 Type: WELL API Number: 073-06391 Status: IJ Insp. Status: EIFacility ID: 479428 Type: SPILL OR API Number: - Status: AC Insp. Status: EI

Environmental**Spills/Releases:**

Type of Spill: PRODUCED WATER

Estimated Spill Volume: _____

Comment: An historic release of produced water resulting in vegetation kill is evident on the southeast corner of tank battery. See attached photos.Corrective Action: Update active remediation 17974 with plan to delineate and remediate impacted soil off the southeast corner of the tank battery.

Date: 07/02/2021

Reportable: YES

GPS: Lat _____ Long _____

Proximity to Surface Water: _____

Depth to Ground Water: _____

Water Well Complaint:

Lat _____ Long _____

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

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: [Impacted soils stored on location.](#)Corrective Action: [Install or repair required BMPs per Rule 1002.f.\(2\)C or dispose of impacted soils per Rule 905.b.\(3\)](#)

Date: 06/26/2021

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
700600272	Inspection photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5463507