

**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:

08/03/2021

Submitted Date:

08/05/2021

Document Number:

696203018

FIELD INSPECTION FORMLoc ID 324457 Inspector Name: Trujillo, Aaron On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10515

Name of Operator: GUNNISON ENERGY LLC

Address: 1801 BROADWAY #1150

City: DENVER State: CO Zip: 80202

Status Summary:

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

Findings:

4 Number of Comments

1 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
		tyson.johnston@oxbow.com	
		heather.lang@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 8/3/2021, Reclamation Specialist Trujillo conducted a final reclamation and storm water inspection at Gunnison Energy's Federal 11-90-7 location in Gunnison County, Colorado.

This inspection is a followup to:

#680600788 dated 6/9/2016;
 #696201332 dated 5/26/2020;
 #696201679 dated 8/31/2020;
 #696202031 dated 11/19/2020;
 #696202709 dated 5/21/2021;
 #696202824 dated 6/15/2021;
 and #696202956 dated 7/21/2021 to document compliance with the following corrective actions:

-Comply with 1004 series rules by October 15, 2016.

It was observed in this inspection that the Location remains out of compliance with COGCC Rules and corrective actions.

Refer to the "Reclamation" sections 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; due to the nature, extent, or duration of the alleged rule violations, Location is being considered for enforcement.

A follow up inspection on this site will be conducted to ensure the compliance issues

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

Inspected Facilities									
Facility ID:	<u>211686</u>	Type:	<u>WELL</u>	API Number:	<u>051-06008</u>	Status:	<u>PA</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>324457</u>	Type:	<u>LOCATION</u>	API Number:	<u>-</u>	Status:	<u>CL</u>	Insp. Status:	<u>RI</u>

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 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: _____

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: [See "COGCC Comments" for comments regarding final reclamation.](#)

Corrective Action: **Comply with COGCC 1004 reclamation rules** Date **10/15/2016**

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

COGCC Comments

Comment	User	Date
<p>Comment copied from Inspection #696202709:</p> <p>On 5/20/2021, Reclamation Specialist discussed Location and the ongoing reclamation compliance issues with Operator (Tyson Johnston). Operator indicated that there are Locations in which the Surface Owner (USFS) did not want the pads reclaimed, however Operator did not believe this Location was one of those sites.</p> <p>An approved 502.b Final Reclamation Surface Owner Variance Request is required to waive select requirements of COGCC 1004 Rules; until a variance request has been submitted and approved, the Location remains subject to COGCC Rules and requirements, and the corrective action and date will remain applicable</p>	trujilloam	08/05/2021
<p>RECLAMATION COMMENTS</p> <p>Previous inspections dating back to 2016 observed that the Location does not meet 1004 reclamation requirements; 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 decompacted, 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; Gravel remains on Location and access road; Location and access road has not been contoured, compaction alleviation not conducted and site/road revegetated. Noxious weeds observed on southern areas of the Location. Corrective actions from inspections have not been addressed; original corrective action and date remains applicable.</p>	trujilloam	08/05/2021

Attached Documents

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

Document Num	Description	URL
402771179	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5498604
696203019	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5498585