

**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:

04/04/2022

Submitted Date:

04/06/2022

Document Number:

696203549

**FIELD INSPECTION FORM**Loc ID 324475 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:**

10 Number of Comments

5 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      |         |
| Longworth, Mike |       | michael.longworth@state.co.us |         |
|                 |       | geops@oxbow.com               |         |
|                 |       | Heather.Lang@oxbow.com        |         |

**Inspected Facilities:**

| Facility ID | Type     | Status | Status Date | Well Class | API Num   | Facility Name              | Insp Status |
|-------------|----------|--------|-------------|------------|-----------|----------------------------|-------------|
| 324475      | LOCATION | AC     |             |            | -         | DGU Federal 1289 17-13 Pad | RI          |
| 436660      | WELL     | DG     | 09/01/2019  | LO         | 051-06127 | DGU Federal 1289 17-13 CS2 | RI          |

**General Comment:**

On 4/4/2022 Reclamation Specialist Trujillo conducted an interim reclamation and stormwater inspection at Gunnison Energy's DGU Federal 1289/17-13 pad location in Gunnison County, Colorado.

It was observed that the following corrective actions per inspection #701102291 (dated 12/1/2021) remain applicable:

- Tank battery sign missing information per Rule 605.e.. EMS# or 911, Nearest public road, API#, Legal description. Post 911 at battery sign by 1/3/2022.
- Well sign API # and legal description illegible.
- Heated separator has a glycol storage tank with no labeling.

Inspector included on report for notification purposes.

The following compliance issues were observed during this inspection:

- Reclamation of conductor

Refer to the "Location" and "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.

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

**Location**Overall Good: ☐**Signs/Marker:**

|                    |  |       |            |
|--------------------|--|-------|------------|
| Type               | TANK LABELS/PLACARDS   |       |            |
| Comment:           | Inspection #701102291 observed heated separator has a glycol storage tank with no labeling. Inspection required Operator to comply with Rule 605.h by 3/3/2022.<br><br>Unable to find labeling at separator. CA Remains applicable.  |       |            |
| Corrective Action: | Install sign to comply with Rule 605.h.  | Date: | 03/03/2022 |
| Type               | WELLHEAD   |       |            |
| Comment:           | Inspection #701102291 observed illegible API # and legal description on well sign. Inspection required Operator to comply with Rule 605.d and 605.g by 3/3/2022.<br><br>It was observed in this inspection that signage remains inadequate. CA Remains applicable.   |       |            |
| Corrective Action: | Install sign to comply with Rule 605.d.<br>Install sign to comply with Rule 605.g.   | Date: | 03/03/2022 |
| Type               | BATTERY  |       |            |
| Comment:           | Inspection #701102291 observed tank battery sign missing information per Rule 605.e.. EMS# or 911, Nearest public road, API#, Legal description. Inspection required Operator to comply with Rule 605.e by 3/3/2022.<br><br>It was observed in this inspection that signage remains inadequate. CA Remains applicable. |       |            |
| Corrective Action: | Install sign to comply with Rule 605.e.  | Date: | 03/03/2022 |

**Emergency Contact Number:**

|                    |  |                  |
|--------------------|--|------------------|
| Comment:           | Inspection #701102291 observed telephone number for local emergency services (911 where available); not posted on tank battery sign. Inspection required Operator to comply with Rule 605.e by 1/3/2022.<br><br>It was observed in this inspection that signage remains inadequate. CA Remains applicable. |                  |
| Corrective Action: | Install sign to comply with Rule 605.e. by 1/3/2022  | Date: 01/03/2022 |

Overall Good: ☐**Spills:**

|      |      |        |  |  |
|------|------|--------|--|--|
| Type | Area | Volume |  |  |
|------|------|--------|--|--|

In Containment: No

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

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

**Flaring:**

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

| Inspected Facilities |        |       |          |               |           |         |               |               |    |
|----------------------|--------|-------|----------|---------------|-----------|---------|---------------|---------------|----|
| Facility ID:         | 324475 | Type: | LOCATION | API Number: - | Status:   | AC      | Insp. Status: | RI            |    |
| Facility ID:         | 436660 | Type: | WELL     | API Number:   | 051-06127 | Status: | DG            | Insp. Status: | RI |

**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 \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1002E. SURFACE DISTURBANCE MINIMIZATION \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1003a. Waste and Debris removed? Pass

Comment \_\_\_\_\_

No waste or debris on observed on interm and production areas of the Location.

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Unused or unneeded equipment onsite? Pass

Comment \_\_\_\_\_

No unused or unneeded equipment observed on interm and production areas of the Location.

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Pit, cellars, rat holes and other bores closed? \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Guy line anchors marked? Pass

Comment \_\_\_\_\_

Anchors observed with required marking.

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1003b. Area no longer in use? PassProduction areas stabilized ? Pass

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-CroplandTop soil replaced Pass Recontoured Pass 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 It was observed in this inspection that interim areas are progressing towards 1003 standards.  
No issues/concerns observed.Continue to monitor and manage interim areas of the Location until the site receives a passing final inspection.

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 Fail

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: \_\_\_\_\_

Inspector Name: Trujillo, Aaron

Form 2 Permit 401108881 for well API 051-06127 expired 12/21/2018. Form 4 #402834900 states the conductor was plugged and abandoned on 9/29/2020.

It was observed in this inspection that the conductor and cellar for well API 051-06127 remains, and has not been plugged and reclaimed in accordance with Rule 406.e requirements.

Corrective Action: **Comply with Rule 406.e.(4).**

Date **05/31/2022**

Overall Final Reclamation

Well Release on Active Location ☐

Multi-Well Location ☐

### **Attached Documents**

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

| Document Num | Description          | URL   |
|--------------|----------------------|---|
| 403006443    | INSPECTION SUBMITTED | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5716065">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5716065</a> |
| 696203550    | Inspection Photos    | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5716059">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5716059</a> |