

**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:

10/19/2022

Submitted Date:

10/19/2022

Document Number:

679605197**FIELD INSPECTION FORM**Loc ID 305408 Inspector Name: Santistevan, Brittani On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 8840Name of Operator: BLUE CHIP OIL INCAddress: 155 E BOARDWALK DR STE 400City: FORT COLLINS State: CO Zip: 80525**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**10 Number of Comments3 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 |
|--------------|-------|---------------------|---------------------------------|
| , | | bluechipoil@msn.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------|-------------|
| 277282 | WELL | PR | 06/01/2022 | GW | 123-22929 | JEAN ANN 25-22 | PR |

General Comment:

LocationOverall Good: ☒

| | | | |
|----------------------|----------------------|-------|--|
| Signs/Marker: | | | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | WEEDS | | |
| Comment: | Weeds surrounding wellhead fencing. See attached photo. | | |
| Corrective Action: | Comply with Rule 606. | Date: | 10/26/2022 |
| Type | OTHER | | |
| Comment: | Stained soil under master valve at wellhead. See attached photo. | | |
| Corrective Action: | Conduct maintenance on equipment, cleanup stained material and review self inspection processes per Rule 1002.(2).d. | Date: | 10/26/2022 |
| Type | STORAGE OF SUPL | | |
| Comment: | Unused/disconnected equipment on various areas of location. See attached photos. | | |
| Corrective Action: | Comply with Rule 606. | Date: | 11/19/2022 |

Overall Good: ☐

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

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|--------------------|----------|-------|--|
| Fencing/: | | | |
| Type | WELLHEAD | | |
| Comment: | iron | | |
| Corrective Action: | | Date: | |

| | | | |
|--------------------|-----|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Plunger Lift | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | |
|-----------------------------------|-----|-------|
| Type: Bird Protectors | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Bradenhead | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Emission Control Device | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Horizontal Heated Separator | # 3 | |
| Comment: | | |
| Corrective Action: | | Date: |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|----------------|---------|--------|
| PRODUCED WATER | 1 | 100 BBLs | PBV FIBERGLASS | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|--------------------------------------|---------------------|---------------------|-------------|
| | | | | |
| Comment: | Shares containment with other tanks. | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CRUDE OIL | 2 | 300 BBLs | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

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

| | | | |
|--------------------|--|-------|--|
| Corrective Action: | | Date: | |
|--------------------|--|-------|--|

Venting:

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

Flaring:

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

| | | |
|--|--|--|
| | | |
|--|--|--|

| Inspected Facilities | | | |
|----------------------|------------|-----------------------|------------|
| Facility ID: 277282 | Type: WELL | API Number: 123-22929 | Status: PR |
| Insp. Status: PR | | | |
| Producing Well | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Reclamation - Storm Water - Pit**Storm Water:**

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

Comment: Corrective Action: Date: **Pits:** ☐ NO SURFACE INDICATION OF PIT**COGCC Comments**

| Comment | User | Date |
|---|----------|------------|
| <p>COGCC Inspection Report Summary</p> <p>**Weather Conditions: sunny, dry ground</p> <p>On Wednesday, October 19, 2022 at approximately 12:00, I, Inspector Brittani Santistevan, conducted an on-site inspection at JEAN ANN 26-22 (Blue Chip Oil Inc.), at API #: 05-123-22929 in WELD COUNTY Colorado.</p> <p>While there, I observed a shut in wellhead.</p> <p>During this inspection the following possible compliance issues were observed:</p> <p>1. Weeds on location surrounding wellhead. Remove to comply with Rule 606. (Corrective Action Date: October 26, 2022) See attached photo #3.</p> <p>2. It appears there is stained soil under master valve of the wellhead. Conduct maintenance on equipment, cleanup stained material and review self inspection processes per Rule 1002.(2).d. (Corrective Action Date: October 26, 2022) See attached photo #2.</p> <p>3. Unused/disconnected equipment on various areas of location. Remove or reconnect to comply with Rule 606. (Corrective Action Date: November 19, 2022) See attached photo #4, 5.</p> <p>A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.</p> <p>This is a summary of inspection report.</p> | santistb | 10/19/2022 |

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

| Document Num | Description | URL |
|--------------|-------------|---|
| 679605198 | Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5896101 |