

**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:

12/01/2022

Submitted Date:

12/16/2022

Document Number:

697504446

FIELD INSPECTION FORMLoc ID 473534 Inspector Name: Binschus, Chris On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10651

Name of Operator: VERDAD RESOURCES LLC

Address: 1125 17TH STREET SUITE 550

City: DENVER State: CO Zip: 80202

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

6 Number of Comments

0 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
		al.stafford@state.co.us	
		taylor.hukari@state.co.us	
		Regulatory@verdadoil.com	ALL INSPECTIONS
		shannon.kime@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
478609	WELL	DG	11/04/2022	LO	123-51334	Georgene 2833-02H	CI
478610	WELL	DG	11/01/2022	LO	123-51335	Georgene 2833 06H	CI
478611	WELL	DG	11/02/2022	LO	123-51336	Georgene 2833 05H	CI
478612	WELL	DG	11/03/2022	LO	123-51337	Georgene 2833-04H	CI
478613	WELL	DG	11/05/2022	LO	123-51338	Georgene 2833-01H	CI
478614	WELL	DG	10/31/2022	LO	123-51339	GEORGENE 2833 08H	CI
478615	WELL	DG	11/01/2022	LO	123-51340	Georgene 2833 07H	CI
478616	WELL	DG	11/04/2022	LO	123-51341	Georgene 2833-03H	CI

General Comment:

This is a joint inspection with CDPHE Water Quality Control Division. CDPHE was conducting a compliance evaluation inspection of Verdad Resources locations and COGCC staff attended.

COGCC will not issue any corrective actions that would also be a corrective action for CDPHE.

Inspected Facilities				
Facility ID: <u>478609</u>	Type: <u>WELL</u>	API Number: <u>123-51334</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>
Facility ID: <u>478610</u>	Type: <u>WELL</u>	API Number: <u>123-51335</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>
Facility ID: <u>478611</u>	Type: <u>WELL</u>	API Number: <u>123-51336</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>
Facility ID: <u>478612</u>	Type: <u>WELL</u>	API Number: <u>123-51337</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>
Facility ID: <u>478613</u>	Type: <u>WELL</u>	API Number: <u>123-51338</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>
Facility ID: <u>478614</u>	Type: <u>WELL</u>	API Number: <u>123-51339</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>
Facility ID: <u>478615</u>	Type: <u>WELL</u>	API Number: <u>123-51340</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>
Facility ID: <u>478616</u>	Type: <u>WELL</u>	API Number: <u>123-51341</u>	Status: <u>DG</u>	Insp. Status: <u>CI</u>

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

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

Land Use: DRY LAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND
SEGREGATION

Pass

Comment

Appears topsoil was salvaged and stored along the western perimeter of the location in compliance with Rule 1002.b. Refer to the attached inspection photos.

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____ In Process

Comment

Topsoil has been temporarily stabilized with equipment tracking for short-term stabilization. Operator shall implement long-term stabilization BMPs (i.e., seeding when appropriate) when stabilizing all stockpiles to ensure compliance under Rule 1002.c.

Per Rule 1002.c., all stockpiles shall be protected from degradation due to contamination, compaction and, to the extent practicable, from wind and water erosion during drilling and production operations. Per Rule 1002.c., BMPs to prevent weed establishment and to maintain soil microbial activity shall be implemented.

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____ In Process

Comment

Operator has adequately stabilized the well pad but cut/fill slopes are temporarily stabilized.

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: DRY LAND _____

Reminder: _____

Comment: _____

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

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: _____

Corrective Action: _____ Date _____

Overall Final Reclamation _____ Well Release on Active Location ☐ Multi-Well Location ☐

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment: At the time of this inspection, a detention pond was constructed in conjunction with other perimeter BMPs.

CDPHE is requiring corrective actions on this location.

Weld County conducted an inspection on December 9, 2022 and issued two corrective actions: move the dirt pile at the northeastern edge to any other corner of the pad so that it is away from the outlet, and the top of the berm on the east side of the pad was too low and needs to be raised up.

Corrective Action:

Date: _____

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
697504447	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5949421