

**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:

04/13/2023

Submitted Date:

04/17/2023

Document Number:

707800304

FIELD INSPECTION FORMLoc ID 315898 Inspector Name: Ramsey, Scott On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10775

Name of Operator: KT RESOURCES LLC

Address: 3381 WESTBROOK LANE

City: HIGHLANDS State: CO Zip: 80129

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
Gale, Anthony	303-886-8733	tony@kt-res.com	
Adams, Karen	(303) 886-8733	adams@kt-res.com	
Baumgras, Dan		dan@kt-res.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
231735	WELL	SI	10/01/2020	CBM	103-09406	FEDERAL M-30-2-96-N	SI

General Comment:**COGCC Inspection Report Summary**

On Thursday 4/13/2023, I, Inspector Scott Ramsey, conducted a routine inspection at KT Resources Federal M30-2-96N, at Location # 315898 in Rio Blanco county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

While there, I observed shut in well. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area.

During this inspection the following compliance issues were observed:

1. No BMP's installed to prevent sediment migration from occurring on location.
 2. Access and location show signs of lack of stabilization/compaction with some sediment migration choking out vegetation.
 3. Open cellar.
 4. No API posted on well head or battery signage.
 5. Chemical and oil tank containment full of fluid not sufficient to contain possible spill and lack of wildlife access protection.
 6. Meter calibration card not conspicuously posted.
- Refer to photograph of observed compliance issue.

A follow up on this site inspection may be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

LocationOverall Good: ☐**Signs/Marker:**

Type	WELLHEAD		
Comment:	No API posted on well head or battery signage.		
Corrective Action:	Provide proper signage	Date:	05/29/2023
Type	BATTERY		
Comment:	See well head for C/A		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/1-800-288-0560

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Open cellar.		
Corrective Action:	Eliminate possibility of wildlife or personnel from falling into open holes.	Date:	05/01/2023
Type	OTHER		
Comment:	Chemical and oil tank containment full of fluid not sufficient to contain possible spill and lack of wildlife access protection.		
Corrective Action:	Evacuate fluids in containments to provide adequate space in case of a spill and provide proper wildlife protection.	Date:	05/08/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

Type: Deadman # & Marked	# 4		corrective date
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		

Comment:	Chemical tank in plastic containment		Date:	
Corrective Action:			Date:	
Type: Bird Protectors	# 3			
Comment:			Date:	
Corrective Action:			Date:	
Type: Gas Meter Run	# 1			
Comment:	Meter calibration card not conspicuously posted.		Date:	05/08/2023
Corrective Action:	The Operator will conspicuously post and maintain the date of the last meter calibration.		Date:	05/08/2023
Type: Bradenhead	# 1			
Comment:			Date:	
Corrective Action:			Date:	
Type: Plunger Lift	# 1			
Comment:			Date:	
Corrective Action:			Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	1	400 BBLS	HEATED STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth				
Comment:				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	100 BBLS	Open Top		,
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Earth					
Comment:					
Corrective Action:				Date:	

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

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Inspected FacilitiesFacility ID: 231735 Type: WELL API Number: 103-09406 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: Well is overdue for Mechanical Integrity Test. MIT requires 10-day notification via Form 42.
Last production record is 10/2020 produced. Well is overdue for Mechanical Integrity Test. MIT requires 10-day notification via Form 42. A mechanical integrity test will be performed on each Shut-in Well within 2 years of the initial shut-in date.
Subsequently, a mechanical integrity test will be performed on each Shut-in Well on 5-year intervals from the date the initial mechanical integrity test was performed, as long as the Well remains shut-in. A compliance plan has been established with COGCC engineering.

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
Compaction	Fail					
		Compaction	Fail			

Comment: No BMP's installed to prevent sediment migration from occurring on location. Location shows lack of stabilization which in turn lead to tracking issues.

Corrective Action: Install or repair required BMPs

Date: 05/29/2023

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
707800308	Photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6084193