

State of Colorado
Energy & Carbon Management Commission



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Document Number:
403537648

Date Received:
09/21/2023

FIR RESOLUTION FORM

Overall Status: CAC

CA Summary:

5 of 5 CAs from the FIR responded to on this Form

5 CA Completed
0 Factual Review Request

OPERATOR INFORMATION

OGCC Operator Number: 10797
Name of Operator: DESERT EAGLE OPERATING LLC
Address: 17101 PRESTON RD SUITE 105
City: DALLAS State: TX Zip: 75248

Contact Name and Telephone:
Name: _____
Phone: () _____ Fax: () _____
Email: _____

Additional Operator Contact:

Contact Name	Phone	Email
<u>Butler, Brad</u>	<u>972-345-9195</u>	<u>butleroil@yahoo.com</u>
<u>Beardslee, Tom</u>		<u>tom.beardslee@state.co.us</u>
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<u>Bulf, Cathy</u>		<u>cathybulf@gmail.com</u>

COGCC INSPECTION SUMMARY:

FIR Document Number: 710500007
Inspection Date: 09/14/2023 FIR Submit Date: 09/15/2023 FIR Status: _____

Inspected Operator Information:

Company Name: DESERT EAGLE OPERATING LLC Company Number: 10797
Address: 17101 PRESTON RD SUITE 105
City: DALLAS State: TX Zip: 75248

LOCATION - Location ID: 484357

Location Name: Red Rocks Number: 1-14 County: LAS ANIMAS
Qtrqr: NENW Sec: 1 Twp: 30S Range: 55W Meridian: 6
Latitude: 37.465273 Longitude: -103.526247

FACILITY - API Number: 05-071-00 Facility ID: 484674

Facility Name: Red Rocks Number: 1-14
Qtrqr: NENW Sec: 1 Twp: 30S Range: 55W Meridian: 6
Latitude: 37.465273 Longitude: -103.526247

CORRECTIVE ACTIONS:

1 CA# 181232

Corrective Action: Maintain vehicle tracking BMP's on the oil and gas location to comply with rule 1002.f. (2)F. Comply with rule 1002 f

Date: 10/12/2023

Response: CA COMPLETED

Date of Completion: 09/22/2023

Operator Comment: There is no tie-in to paved surfaces that would result in vehicle tracking. The nearby road is an unpaved county road, therefore no vehicle tracking BMP's apply to this location. The privately owned two-track road will be graded and bladed where needed to reduce rutting with the request from the land owner that minimal change to the road be undertaken.

COGCC Decision: Approved pending re-inspection

COGCC Representative:

2 CA# 181233

Corrective Action: Rule 913.b(5)B.i. Operators will fence or cover open excavations to prevent access when sites are not attended.

Date: 09/19/2023

Response: CA COMPLETED

Date of Completion: 09/21/2023

Operator Comment: Personnel were on site 24 hours per day while the drilling rig was on location. The rig has been released and the open excavation has been removed.

COGCC Decision: Approved pending re-inspection

COGCC Representative:

3 CA# 181234

Corrective Action: Self-inspection, maintenance and good housekeeping procedures and schedules. Per Rule 1002.f.2.D

Date: 09/26/2023

Response: CA COMPLETED

Date of Completion: 09/19/2023

Operator Comment: Per Rule 1002.f.2.D., self-inspection, maintenance, and good housekeeping procedures are implemented. These procedures include daily visual inspection of the equipment and location for leaks, integrity of waste containers including lined containment, trash containment in trash receptacles for food related trash, and removal of other domestic solid waste at an approved waste disposal facility. Personnel has reviewed the requirement for maintaining clean, orderly operations and waste disposal practices.

COGCC Decision: Approved pending re-inspection

COGCC Representative:

4 CA# 181235

Corrective Action: Comply with Reclamation Inspection CA's and Dates

Date: _____

Response: CA COMPLETED

Date of Completion: 09/21/2023

Operator Comment: Topsoil has been placed in a bermed pile and drill cuttings have been placed in a pile on a bermed liner. Per Rule 427.c. Fugitive dust is controlled by applying mist water. Per Rule 1002.f.(2), the water level in the drill cuttings area was reduced to a 2 ft freeboard to prevent over flow. Once the soil analysis is complete and Form 27 is submitted and approved the drill cuttings will be buried on location in trenches.

COGCC Decision: Approved pending re-inspection

COGCC Representative:

5 CA# 181236

Corrective Action:

Date: 09/16/2023

Repair and maintain best management practices to control and contain all spills/releases of E&P waste to protect the environment, public health, safety, welfare and the environment.

Operator shall submit an Initial form 19 for the location within 24 hours to notify the ECMC of the release

Immediately initiate cleanup efforts

Response: CA COMPLETED

Date of Completion: 09/18/2023

Operator Comment: Excessive rain and fresh water dust suppression mist appeared to have compromised an edge of the lined and bermed drill cuttings collection area. The collected rain and fresh water dust suppression mist potentially seeped behind the liner. It had been raining for days and the the entire area was wet. It is impossible to measure the volume, if any, of the collected water that may have seeped out. As instructed in FIR Doc. No. 710500007, Desert Eagle Operating submitted an Initial Form 19 on September 15th. Per Rule 912.b.(1), the only reportable criteria to the Director falls under Rule 912.b.(1).G.: A suspected or actual Spill or Release of any volume where the volume cannot be immediately determined, including a spill or release of any volume that daylight from the subsurface. Clean up efforts were undertaken immediately as the lease roads had dried out enough to allow access to the site without causing undue road degradation..

COGCC Decision: Approved pending re-inspection

COGCC Representative:

OPERATOR COMMENT AND SUBMITTAL

Comment: Desert Eagle Operating has endeavored to comply with all ECMC Rules and Regulations at the Red Rocks 1-14 well location and all locations it operates. Corrective action has been taken to insure compliance to Rule 1002.f.2.F, concerning vehicle tracking; 1002.f.2.D, concerning self-inspection, good housekeeping, and maintenance; Rule 913.b (5).B.i concerning site attendance and covering of open excavations; and performed cleanup of stained material, adjustment of the liners to contain leaks and spills; and placing drill cuttings on a bermed liner. Topsoil is in a separate bermed pile, drill cuttings are on a separate bermed liner. Upon completion of the soil and Form 27 approval, the drill cuttings will be placed in on-site trenches per the Red Rocks 1-14 approved Form 2A.

I hereby certify that the statements made in this form are, to the best of my knowledge, true, correct, and complete.

Print Name: Cathy Bulf Signed: _____
 Title: Manager Date: 9/21/2023 6:11:31 PM

ATTACHMENT LIST

View Attachments in Imaged Documents on COGCC website (<http://ogccweblink.state.co.us/>) - Search by Document Number.

<u>Document Number</u>	<u>Description</u>
403537648	FIR RESOLUTION SUBMITTED

Total Attach: 1 Files