

**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:

11/22/2023

Submitted Date:

11/29/2023

Document Number:

710500141**FIELD INSPECTION FORM**Loc ID 484358 Inspector Name: Sanchez, Chris On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10797Name of Operator: DESERT EAGLE OPERATING LLCAddress: 17101 PRESTON RD SUITE 105City: DALLAS State: TX Zip: 75248**Status Summary:**

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:8 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****Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
484358	LOCATION	AC			-	Red Rocks 1-16	EI
484677	WELL	DG	09/22/2023		071-09931	Red Rocks 1-16	EI

General Comment:

This is an Environmental Inspection for the Red Rocks 1-16 Location ID 484358 Located in Las Animas County Colorado.

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

Type	WELLHEAD		
Comment:	Sign was not properly set at wellhead.		
Corrective Action:	Properly Install Sign and comply with Rule 605.g.		Date: 11/21/2023

Emergency Contact Number:

Comment:

Corrective Action: Date:

Overall Good: ☐**Spills:**

Type	Area	Volume		
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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:	484358	Type:	LOCATION	API Number:	-	Status:	AC	Insp. Status:	EI
Facility ID:	484677	Type:	WELL	API Number:	071-09931	Status:	DG	Insp. Status:	EI

Environmental**Spills/Releases:**Type of Spill: DRILLING CUTTINGS

Estimated Spill Volume: _____

Comment: Drill Cuttings were observed outside of containment area on location. There is evidence of drift from the drill cuttings in the native pasture north and northwest of the location. Drill Cuttings should be contained on location to prevent cross contamination to undisturbed or native soils.

Corrective Action: Operator shall report the release of E&P Waste within 24 hours per Rule 912. For Drill cuttings

Date: 12/01/2023Reportable: YES

GPS: Lat _____ Long _____

Proximity to Surface Water: _____

Depth to Ground Water: _____

Water Well Complaint:

Lat _____ Long _____

DWR Receipt Num: _____ Owner Name: _____ GPS : _____

Field Parameters:

Sample Location: _____ Comment: _____

Waste Management:

Type	Management	Condition	GPS (Lat) (Long)	
Drill Cuttings	Piles	Inadequate	37.464000	-103.518000
Comment	<u>Drill Cuttings on location are not properly stored. Cuttings should be placed on an impermeable liner and have secondary containment to keep cuttings from migrating and affecting native soils</u> <u>If the cuttings are transported offsite, records will need to be provided to EPS Staff per Rule 905.b(3).</u>			
Corrective Action	<u>Maintain Drill Cutting per Rule 905.</u>			Date: <u>11/21/2023</u>

Spill/Remediation:

Comment: _____

Corrective Action: _____ Date: _____

Emission Control Burner (ECB): _____

Comment: _____

Pilot: _____ Wildlife Protection Devices (fired vessels): _____

COGCC Comments

Comment	User	Date
<u>Drill Cuttings on location are not properly stored. Cuttings should be placed on an impermeable liner and have secondary containment to keep cuttings from migrating and affecting native soils</u> <u>If the cuttings are transported offsite, records will need to be provided to EPS Staff per Rule 905.b(3).Maintain Drill Cutting per Rule 905.</u>	sanchezcc	11/29/2023
<u>There is an open Cuttings Trench on location. Operator shall close cuttings trench in accordance with Rule 913.c. A Form 27 for the closure of the Trench shall be filed by 12/5/2023</u>	sanchezcc	11/29/2023
<u>All Corrective Actions identified in Construction and Stormwater Management inspection Document # 713600421 apply until resolved.</u>	sanchezcc	11/29/2023

Drill Cuttings were observed outside of containment area on location. There is evidence of drift from the drill cuttings in the native pasture north and northwest of the location. Drill Cuttings should be contained on location to prevent cross contamination to undisturbed or native soils. Operator shall report the release of E&P Waste within 24 hours per Rule 912. For Drill cutting	sanchezcc	11/29/2023	
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Attached Documents

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

Document Num	Description	URL
710500142	Location Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6338461