

**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:

02/07/2024

Submitted Date:

02/07/2024

Document Number:

702502382**FIELD INSPECTION FORM**Loc ID 316635 Inspector Name: Burchett, Kirby 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:

13 Number of Comments

4 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 |
|----------------|----------------|------------------|---------|
| Baumgras, Dan | (307) 321-3299 | Dan@KT-Res.com | |
| Wilson, Justin | (970) 878-3825 | jrwilson@blm.gov | |
| Gale, Tony | (303) 886-8733 | tony@kt-res.com | |
| Adams, Karen | (303) 886-8733 | adams@kt-res.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|------------------|-------------|
| 289805 | WELL | SI | 05/01/2023 | GW | 103-10999 | WRD FEDERAL 4-23 | SI |

General Comment:**ECMC Inspection Report Summary**

On Wednesday, 02/07/2024, Inspector Kirby Burchett, conducted a routine field inspection at KT Resources LLC on the WRD Federal 4-23 well, Location #316635, in Rio Blanco County, Colorado.

This location is within or in close proximity to Parks and Wildlife (CPW) District and High Priority Habitat area with NSO, Density, and Other Consultation Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

While there during normal production operations the following compliance issues were observed:

1. Equipment open to wildlife.
 2. Pop off missing rain cap.
 3. Open end load lines.
 4. Gas meter calibration out of compliance.
- Refer to Inspection Photos for observed compliance issues.

A follow up on this site inspection will be conducted to ensure all compliance issues have been corrected to comply with ECMC rules.

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

| | | | |
|--------------------|--|-------|--|
| Type | OTHER | | |
| Comment: | As Location Entrance signs are replaced: The Well name; The Commission's Location identification number (ID #); The Operator's telephone number where it may be reached at all times; and the Telephone number(s) for local emergency services (911 where available) will be required. | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | As Wellhead signs are replaced: The Well name; The API Number; and Its legal location, including the quarter/quarter section will be required. | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: (800) 288-0560 or 911

Corrective Action:

Date: _____

Overall Good: ☐**Spills:**

| | | | | |
|------|------|--------|--|--|
| Type | Area | Volume | | |
|------|------|--------|--|--|

In Containment: No

Comment: _____

☐ Multiple Spills and Releases?**Fencing/:**

| | | | |
|--------------------|---------------------------|-------|--|
| Type | LOCATION | | |
| Comment: | Livestock and barbed wire | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|--------------------------|--|-------|------------------|
| Type: Deadman # & Marked | # 4 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Other | # | | |
| Comment: | Pressure relief on sales line at meter run missing rain protection | | |
| Corrective Action: | Vents on pressure safety devices will terminate in a manner so as not to endanger the public or adjoining facilities. They will be designed to be clear and free of debris and water at all times. | | Date: 02/18/2024 |
| Type: Bradenhead | # 1 | | |
| Comment: | | | |

| | | | |
|---------------------------------|---|-------|------------|
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heater Treater | # 1 | | |
| Comment: | Fire tube open to wildlife | | |
| Corrective Action: | All stacks, vents, or other openings will be equipped with screens or other appropriate equipment to prevent entry by wildlife, including birds and bats. | Date: | 02/18/2024 |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Gas meter calibration out of compliance. | | |
| Corrective Action: | Meters will be calibrated annually unless more frequent calibration is required by contractual obligations or by the Director. | Date: | 02/18/2024 |
| Type: Plunger Lift | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|------------------|---------|--------|
| PRODUCED WATER | 1 | 300 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 | |
|--------------------|--|---------------------|---------------------|-------------|--------|
| Metal | Adequate | | | | |
| Comment: | Unlined | | | | |
| Corrective Action: | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CRUDE OIL | 2 | 300 BBLS | HEATED STEEL AST | | , |
| Comment: | Open end load lines | | | | |
| Corrective Action: | All load lines or tank valves that can be used as a load line will be capped or plugged. | | | | Date: |

Paint

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

Berms

| | | | | | |
|--------------------|----------|---------------------|---------------------|-------------|-------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Metal | Adequate | | | | |
| Comment: | Unlined | | | | |
| Corrective Action: | | | | | Date: |
| Venting: | | | | | |
| Yes/No | NO | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |
| Flaring: | | | | | |
| Type | | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

| Inspected Facilities | | | | | | | | | |
|----------------------|---------------------------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 289805 | Type: | WELL | API Number: | 103-10999 | Status: | SI | Insp. Status: | SI |
| Producing Well | | | | | | | | | |
| Comment: | November 2023 Production Report | | | | | | | | |
| 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 | | | | |
| | | Ditches | | | | |
| Gravel | | | | | | |

Comment: Operator is responsible for maintaining Best Management Practices (BMPs) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

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 |
|--------------|-------------------|---|
| 702502383 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6422186 |