

**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:

02/16/2024

Document Number:

709100211

FIELD INSPECTION FORM

Loc ID: 466345
Inspector Name: Heibel, Krystal
On-Site Inspection:
2A Doc Num: _____

Status Summary:

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

Operator Information:

OGCC Operator Number: 10651
Name of Operator: VERDAD RESOURCES LLC
Address: 1125 17TH STREET SUITE 550
City: DENVER State: CO Zip: 80202

Findings:

- 11 Number of Comments
- 8 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
		Regulatory@verdadresources.com	
		Regulatory@verdadoil.com	ALL INSPECTIONS
Kyle Waggoner		kyle.waggoner@state.co.us	
Krystal Heibel		krystal.heibel@state.co.us	
Cugnetti, Mike		mcugnetti@verdadresources.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
466340	WELL	PR	06/07/2023	OW	123-50303	Boydston 3535-08H	EI
466341	WELL	PR	03/01/2023	OW	123-50304	Boydston 3535 01H	EI
466342	WELL	PR	03/01/2023	OW	123-50305	Boydston 3535-05H	EI
466343	WELL	PR	03/01/2023	OW	123-50306	Boydston 3535-02H	EI
466344	WELL	PR	06/07/2023	OW	123-50307	Boydston 3535-06H	EI
466345	LOCATION	AC			-	Boydston 3535	EI
466346	WELL	PR	03/01/2023	OW	123-50308	Boydston 3535-04H	EI
466347	WELL	PR	03/01/2023	OW	123-50309	Boydston 3535-03H	EI

General Comment:

This is an environmental inspection for the Boydston 3535 (Facility ID: 466345). On February 7, 2024, at approx. 10 AM, ECMC Environmental Unit Staff Krystal Heibel inspected this facility.

Operator submitted a Form 22 (Doc #403652812) on Jan 12, 2024, reporting a fire at the compressor. During the inspection, the damaged compressor was removed and 3rd-party contractors were on-site to install the new compressor.

This is an environmental inspection. Any corrective actions from previous inspections that have not been addressed are still applicable.

Location

Overall Good:

Emergency Contact Number:

Comment: Accurate emergency contact number posted on signage.

Corrective Action:

Date: _____

Good Housekeeping:

Type	TRASH		
Comment:	Trash (netting, pipe, damaged metal on a flatbed trailer, cloths) observed on location.		
Corrective Action:	Comply with Rule 606	Date:	03/16/2024
Type	WEEDS		
Comment:	Weeds observed within wellhead areas.		
Corrective Action:	Comply with Rule 606.	Date:	02/23/2024
Type	STORAGE OF SUPL		
Comment:	Unused equipment (secondary container bins, chemical storage tanks) observed on location.		
Corrective Action:	Comply with Rule 606	Date:	03/16/2024

Overall Good:

Spills:

Type	Area	Volume	
Other	Treater		
Comment:	At time of inspection, Staff observed hydrocarbons along the side of the treater, on the cement base, and on adjacent soils.		
Corrective Action:	Report spill or release of E&P waste or produced fluids. Remove free fluids and contact ECMC EPS staff per Rule 912.b. 24 hours to remove free fluids. 24 hours for notification and 72 hours for Initial Form 19 Report. Form 19I shall be submitted by EOB 02/17/2024.		Date: 02/17/2024
Crude Oil	WELLHEAD	<= 1 bbl	
Comment:	Hydrocarbon stained soil observed under pipe of the Boydstron 3535-02H wellhead.		
Corrective Action:	Control and contain spills/releases and clean up per Rule 912.a.		Date: 03/16/2024
Other			
Comment:	Staff observed hydrocarbon stained soil with the footprint of the former compressor.		
Corrective Action:	Control and contain spills/releases and clean up per Rule 912.a. Operator shall submit photo documentation of the remediated area.		Date: 03/16/2024

In Containment: No

Comment:

Multiple Spills and Releases?

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
Comment:					
Corrective Action:					Date:

Paint

Condition

Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Comment: Burrows observed under secondary containment.				
Corrective Action: Repair or install berms or other secondary containment devices per Rule 603.o.				Date: 04/13/2024

Venting:

Yes/No		
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities

Facility ID: <u>466340</u>	Type: <u>WELL</u>	API Number: <u>123-50303</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>466341</u>	Type: <u>WELL</u>	API Number: <u>123-50304</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>466342</u>	Type: <u>WELL</u>	API Number: <u>123-50305</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>466343</u>	Type: <u>WELL</u>	API Number: <u>123-50306</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>466344</u>	Type: <u>WELL</u>	API Number: <u>123-50307</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>466345</u>	Type: <u>LOCATION</u>	API Number: <u>-</u>	Status: <u>AC</u>	Insp. Status: <u>EI</u>
Facility ID: <u>466346</u>	Type: <u>WELL</u>	API Number: <u>123-50308</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>466347</u>	Type: <u>WELL</u>	API Number: <u>123-50309</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>

Environmental

Waste Management:

Type	Management	Condition	GPS (Lat) (Long)	
Oily Soil	Piles	Inadequate	40.712788	-104.067487
Comment	Impacted soil stockpiled on top of a liner. Impacted soils not covered or stored in manner to minimize contact with precipitation or stormwater.			
Corrective Action	Implement BMP following good engineering practices to minimize contact with stormwater and precipitation.			Date: 02/21/2024

Spill/Remediation:

Comment:

Corrective Action: Date:

Emission Control Burner (ECB):

Comment:

Pilot: Wildlife Protection Devices (fired vessels):

Attached Documents

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

Document Num	Description	URL
709100212	photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6432308