

**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:

04/17/2024

Submitted Date:

04/17/2024

Document Number:

702502615**FIELD INSPECTION FORM**Loc ID 316334 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

ECMC 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:

11 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, Tony | (303) 886-8733 | tony@kt-res.com | |
| Baumgras, Dan | (307) 321-3299 | Dan@KT-Res.com | |
| Adams, Karen | (303) 886-8733 | adams@kt-res.com | |
| Engineering, ECMC | | dnr_cogccengineering@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------------------|-------------|
| 266472 | WELL | SI | 10/01/2020 | GW | 103-10274 | ANT HILL UNIT WYATT 25-34 | SI |

General Comment:**ECMC Inspection Report Summary**

On Wednesday, 04/17/2024, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the Ant Hill Unit Wyatt 25-34 well, Location #316334, in Rio Blanco County, Colorado.

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

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to Insp. #707800307 on 4/13/23. The following Corrective Actions are unresolved and original due dates will remain:

1. Stormwater BMPs need implementation and maintenance.
2. Unused equipment storage on location.

Refer to Inspection Photos for observed compliance issues.

While there during normal operations the following compliance issue was observed:

1. Stained soil around separator.
2. Gas meter calibration out of compliance.
3. Well is overdue for Mechanical Integrity Test.

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 | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| 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 | CONTAINERS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: (800) 288-0560 or 911

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | UNUSED EQUIPMENT | | |
| Comment: | Chemical tank not hooked up and out of service. | | |
| Corrective Action: | All equipment not hooked up or out of service will be removed from location. | Date: | 05/15/2023 |

Overall Good: ☐**Spills:**

| | | | | |
|--------------------|--|----------|------------|--|
| Type | Area | Volume | | |
| PW/CO | Separator | <= 1 bbl | | |
| Comment: | Stained soils around separator | | | |
| Corrective Action: | Remove and properly dispose of oily waste and impacted soil. | Date: | 05/03/2024 | |

In Containment: No

Comment:

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

| | | | |
|--------------------------|--|-------|-----------------|
| Type: Deadman # & Marked | # 4 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| 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: | 05/18/2024 |
| Type: Horizontal Heated Separator | # 1 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type: Bird Protectors | # 2 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type: Ancillary equipment | # 1 | | | |
| Comment: | Chemical tank on containment. | | | |
| Corrective Action: | | | Date: | |
| Type: Bradenhead | # 1 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type: Plunger Lift | # 1 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |

Tanks and Berms:

| | | | | | | |
|--------------------|---|----------|-----------|---------|--------|-------|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| PRODUCED WATER | 1 | 300 BBLS | STEEL AST | | , | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |

Paint

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

Berms

| | | | | |
|--------------------|-------------------------|---------------------|---------------------|-------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
| Other | Adequate | | | |
| Comment: | Unlined earth and metal | | | |
| Corrective Action: | | | | |
| | | | Date: | |

| | | | | | | |
|--------------------|---|----------|------------------|---------|--------|-------|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| CRUDE OIL | 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 | |
| Other | Adequate | | | | |
| Comment: Unlined earth and metal | | | | | |
| Corrective Action: | | | | Date: | |
| Venting: | | | | | |
| Yes/No | NO | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | Date: | |
| Flaring: | | | | | |
| Type | | | | | |
| Comment: | | | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|---------|
| Berms | | | | | | |
| | | Culverts | | | | |
| | | | | Material Handling And Spill Prevention | | |
| | | Ditches | | | | |
| Ditches | | | | | | |

Comment: Stormwater BMPs need implementation and maintenance.

Corrective Action: Provide proper Stormwater BMPs to control runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. Vehicle tracking BMPs to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Date: 05/29/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

Attached Documents

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

| Document Num | Description | URL |
|--------------|-------------------|---|
| 702502616 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6514153 |