

State of Colorado  
Energy & Carbon Management Commission



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Document Number:  
403595157

Date Received:  
11/22/2023

FIR RESOLUTION FORM

Overall Status: CAC

CA Summary:

10 of 10 CAs from the FIR responded to on this Form

10 CA Completed  
0 Factual Review Request

OPERATOR INFORMATION

ECMC Operator Number: 10764  
Name of Operator: NUEVIDA RESOURCES LLC  
Address: 5950 CEDAR SPRINGS RD STE #100  
City: DALLAS State: TX Zip: 75235

Contact Name and Telephone:  
Name: \_\_\_\_\_  
Phone: ( ) \_\_\_\_\_ Fax: ( ) \_\_\_\_\_  
Email: \_\_\_\_\_

Additional Operator Contact:

| Contact Name            | Phone                 | Email                              |
|-------------------------|-----------------------|------------------------------------|
| <u>Labowskie, Steve</u> |                       | <u>steve.labowskie@state.co.us</u> |
| <u>Pate, Richard</u>    | <u>(303) 945-2868</u> | <u>dpate@nuevidaresources.com</u>  |

ECMC INSPECTION SUMMARY:

FIR Document Number: 712700782  
Inspection Date: 10/20/2023 FIR Submit Date: 10/24/2023 FIR Status: \_\_\_\_\_

Inspected Operator Information:

Company Name: NUEVIDA RESOURCES LLC Company Number: 10764  
Address: 5950 CEDAR SPRINGS RD STE #100  
City: DALLAS State: TX Zip: 75235

LOCATION - Location ID: 484496

Location Name: Ardourel 33081718 Number: \_\_\_\_\_ County: LA PLATA  
Qtrqtr: Lot 3 Sec: 18 Twp: 33N Range: 8W Meridian: N  
Latitude: 37.101193 Longitude: -107.767596

FACILITY - API Number: 05-067-00 Facility ID: 484746

Facility Name: Ardourel 33081718 Number: 3HL  
Qtrqtr: Lot 3 Sec: 18 Twp: 33N Range: 8W Meridian: N  
Latitude: 37.101193 Longitude: -107.767596

CORRECTIVE ACTIONS:

1  CA# 185908

Corrective Action: Confirm the contents of all tanks. Temporary signs may be used, a stand alone sign for a battery of like contents is acceptable. Date: 09/12/2023

Response: CA COMPLETED Date of Completion: 10/25/2023

Operator Comment: Contents of all tanks on well site are known since start of operations in August 2023. The Work Board and Daily Reports in the rig manager office has this information noted/recorded daily (volumes, contents). The tanks within the containment area were not physically labelled at the site during the time of inspection. Tanks are now labelled 1 through 8 with large white chalk numbers. Tanks 1 through 6 are within a containment area and are all

the same contents (produced/brine water). Tanks 7 & 8 are outside the containment area and contents are fresh/city water are labelled accordingly.

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

**2**  CA# 185909

Corrective Action: Store combustible wastes such as oily rags in closed top metal containers per Rule 610.j.

Date: 09/12/2023

Response: CA COMPLETED

Date of Completion: 09/09/2023

Operator Comment: Metal container with lid was located on-site 09/09/2023 for combustible items such as oily rags. This metal container is located on the east side of the generator buildings and is within a containment area. During daily safety meetings, personnel are made aware of the container and use for combustible/trash items to be disposed per Rule 610.j.

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

**3**  CA# 185910

Corrective Action: Pick up and properly dispose trash off ground in appropriate containers per Rule 606.

Date: 09/12/2023

Response: CA COMPLETED

Date of Completion: 09/09/2023

Operator Comment: Routine daily self-inspections on-site are made for proper trash pickup and disposal. This has been ongoing since rig was mobilized on-site in August. Discussions with personnel during safety meetings are made to re-affirm awareness of picking up trash on-site along with use & location of disposal bins per Rule 606.

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

**4**  CA# 185911

Corrective Action: Conduct maintenance on equipment, cleanup stained material and increase self-inspection intervals per Rule 1002.

Date: 10/23/2023

Response: CA COMPLETED

Date of Completion: 10/25/2023

Operator Comment: Clean-up completed in areas noted in FIRR (10/24/2023). During daily safety meetings, personnel are made aware of daily self-inspections/reporting of any necessary equipment maintenance, stained-spill areas, etc. Note: Replaced forklift that was leaking motor oil with new forklift.

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

**5**  CA# 185912

Corrective Action: Areas of bare soils and unstablized soils must be stabilized, and protected against wind and water erosion using BMPs such as but not limited to blankets, mulch, seeding, or tackifier.

Date: \_\_\_\_\_

Response: CA COMPLETED

Date of Completion: 11/10/2023

Operator Comment: Waited until cattle were transported out of the area in October prior to initiating seeding on the Drill pad and Water pad. Horizon Environmental Services (11/06-11/10/2023) completed mulching, seeding, placement with tackifier (on both the Ardourel Drill Pad and Water Tank Pad). Areas seeded/covered-tackifier were all top-soil storage areas, slope areas around both pads and other necessary disturbed areas around both pads.

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

6  CA# 185913

Corrective Action:

Date: 10/20/2023

Response: CA COMPLETED

Date of Completion: 10/25/2023

Operator Comment:

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

7  CA# 185914

Corrective Action:

Date: 09/12/2023

Response: CA COMPLETED

Date of Completion: 11/17/2023

Operator Comment:

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

8  CA# 185915

Corrective Action:

Date: 10/20/2023

Response: CA COMPLETED

Date of Completion: 10/25/2023

Operator Comment:

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

9  CA# 185916

Corrective Action:

Date: \_\_\_\_\_

Response: CA COMPLETED

Date of Completion: 10/25/2023

Operator Comment:

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

10  CA# 185917

Corrective Action: Keep cuttings in storage bin and prevent cuttings from being tracked out onto ground.

Date: \_\_\_\_\_

Response: CA COMPLETED

Date of Completion: 10/25/2023

Operator Comment: Cleaned up around cuttings storage bin area as noted in FIRR (10/25/2023). Discussed with personnel the daily maintenance routine/requirements to keep area clean of drill cuttings along with mixing of cuttings with sawdust in the storage bins prior to trucking to disposal site(s). Note: Drilling fluid is a water-based brine system. There has been no use of an oil-based mud system on either of the wells (Ardourel #3HL & #4HU).

ECMC Decision: Approved pending re-inspection

ECMC  
Representative:

OPERATOR COMMENT AND SUBMITTAL

Comment: Completed corrective actions on all 10 items noted in the FIR doc: 403595157

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

Print Name: Richard Pate

Signed: \_\_\_\_\_

Title: COO-VP Engr/Opns

Date: 11/22/2023 9:53:47 PM

**ATTACHMENT LIST**

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

| <b>Document Number</b> | <b>Description</b>       |
|------------------------|--------------------------|
| 403595157              | FIR RESOLUTION SUBMITTED |
| 403605458              | SWMP-Drill Pad Pictures  |
| 403605459              | SWMP-Water Pad Pictures  |

Total Attach: 3 Files