

**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:

07/31/2024

Submitted Date:

07/31/2024

Document Number:

715500500**FIELD INSPECTION FORM**Loc ID 316336 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 10775Name of Operator: KT RESOURCES LLCAddress: 3381 WESTBROOK LANECity: 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 Comments7 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	
Enforcement, ECMC		dnr_cogccenforcement@state.co.us	
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
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
266493	WELL	SI	10/01/2023	GW	103-10276	ANT HILL UNIT COUNTY 25-12	SI

General Comment:

ECMC Inspection Report Summary

On Wednesday, 07/31/2024, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the Ant Hill Unit County 25-12 well, Location #316336, in Rio Blanco County, Colorado.

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

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issues observed during Insp. #702501744 on 8/15/23. The following Corrective Actions are unresolved and original due dates remain:

1. Weeds.
2. Gas meter calibration overdue.
3. Stormwater BMPs need implementation.
4. Stained soils around separator.
5. Valve leak on Production tank.
6. Tank berm inadequate.

Refer to Inspection Photos for observed compliance issues.

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

1. Weeds.
2. Illegible labels.

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	CONTAINERS		
Comment:	Faded, peeling and illegible labels		
Corrective Action:	Operators will ensure that container and tank labels are well maintained and legible, and will replace damaged or vandalized labels within 10 days of discovery that the label is no longer legible or is damaged.	Date:	08/11/2024
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
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:	

Emergency Contact Number:

Comment: (800) 288-0560 or 911

Corrective Action:

Date: _____

Good Housekeeping:

Type	WEEDS		
Comment:	Oil and Gas Locations will be kept free of all Undesirable Plant Species.		
Corrective Action:	Maintain noxious weed control on all disturbed and reclaimed areas as a result of Oil & Gas activities including access roads.	Date:	08/23/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
PW/CO	Treater	<= 1 bbl		
Comment:				
Corrective Action:	Remove and properly dispose of impacted soil.		Date:	08/31/2023
Crude Oil	Tank	<= 1 bbl		
Comment:	Stained soil around tank valve			
Corrective Action:	Repair leak. Remove and properly dispose of oily waste and impacted soil.		Date:	08/31/2023

In Containment: No

Comment:

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

Type: Bird Protectors	# 2		corrective date
Comment:			

Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
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. All calibration reports will be created, maintained, and made available as operation records.	Date:	08/26/2023
Type: Plunger Lift	# 1		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heater Treater	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 2		
Comment:	Chemical tanks on containments		
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. Metal berm not sealed. Corrective Action addressed under Tanks and Berms: Crude Oil			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	1	300 BBLS	HEATED STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition		
Other (Content)		

Other (Capacity)					
Other (Type)					
Berms					
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Other	Adequate				
Comment:	Unlined earth and metal. Corner of metal berm not sealed.				
Corrective Action:	Repair or install berms or other secondary containment devices.				Date: 09/15/2023
Venting:					
Yes/No	NO				
Comment:					
Corrective Action:					Date:
Flaring:					
Type					
Comment:					
Corrective Action:					Date:

Inspected Facilities									
Facility ID:	266493	Type:	WELL	API Number:	103-10276	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose: <input type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____									
Comment: <div>Last report - June 2024 Last Production - September 2023</div>									
Corrective Action: _____ Date: _____									

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Culverts				
Ditches						
		Gravel				
Gravel						
		Ditches				
				Material Handling And Spill Prevention		

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: 09/15/2023

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
715500501	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6647249