

**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:

12/10/2024

Submitted Date:

12/19/2024

Document Number:

715201312**FIELD INSPECTION FORM**Loc ID 414696 Inspector Name: Welsh, Brian On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**ECMC Operator Number: 10722Name of Operator: KTM OPERATING LLCAddress: 2851 JOHNSTON ST PMB 550City: LAFAYETTE State: LA Zip: 70503**Status Summary:**

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

**Findings:**19 Number of Comments1 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         |
|----------------|----------------|--------------------------|-----------------|
| Hecht, Jaime   | 832-531-1711   | jaime.hecht@dynacloud.io |                 |
| Vincent, Kenny | (337) 654-9404 | kvincent@reagan.com      | Principal Agent |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 414750      | WELL | SI     | 04/01/2024  | OW         | 073-06398 | CRAIG 16-32   | SI          |

**General Comment:**SE Compliance Specialist Brian Welsh conducted a routine field inspection of the well location and equipment

**Location**

|                    |                           |       |  |
|--------------------|---------------------------|-------|--|
| <b>Lease Road:</b> |                           |       |  |
| Type               | Access                    |       |  |
| comment:           | Dirt road through pasture |       |  |
| Corrective Action  | L                         | Date: |  |

Overall Good: ☒

|                      |                                  |       |  |
|----------------------|----------------------------------|-------|--|
| <b>Signs/Marker:</b> |                                  |       |  |
| Type                 | TANK LABELS/PLACARDS             |       |  |
| Comment:             | Stickers on tanks and treater    |       |  |
| Corrective Action:   |                                  | Date: |  |
| Type                 | BATTERY                          |       |  |
| Comment:             | Lease sign at tank battery       |       |  |
| Corrective Action:   |                                  | Date: |  |
| Type                 | WELLHEAD                         |       |  |
| Comment:             | Lease sign by access to wellhead |       |  |
| Corrective Action:   |                                  | Date: |  |

Emergency Contact Number:

Comment:

Corrective Action:  Date:

|                           |  |       |  |
|---------------------------|--|-------|--|
| <b>Good Housekeeping:</b> |  |       |  |
| Type                      | STORAGE OF SUPL  |       |  |
| Comment:                  | Open top work tank stored on west side of tank battery. Tank needs removed from location |       |  |
| Corrective Action:        |  | Date: |  |

Overall Good: ☒

|                |      |        |  |  |
|----------------|------|--------|--|--|
| <b>Spills:</b> |      |        |  |  |
| Type           | Area | Volume |  |  |

In Containment: No

Comment: ☐ Multiple Spills and Releases?

|                    |                                       |       |  |
|--------------------|---------------------------------------|-------|--|
| <b>Fencing/:</b>   |                                       |       |  |
| Type               | TANK BATTERY                          |       |  |
| Comment:           | Wire fence around tank battery        |       |  |
| Corrective Action: |                                       | Date: |  |
| Type               | PUMP JACK                             |       |  |
| Comment:           | Metal panels around unit and wellhead |       |  |
| Corrective Action: |                                       | Date: |  |
| Type               | SEPARATOR                             |       |  |
| Comment:           | Wire fence around treater             |       |  |
| Corrective Action: |                                       | Date: |  |

|   |     |       |                 |
|---|-----|-------|-----------------|
| <b>Equipment:</b>   |     |       | corrective date |
| Type: Prime Mover   | # 1 |       |                 |
| Comment: Ajax gas engine  |     |       |                 |
| Corrective Action:  |     | Date: |                 |
| Type: Emission Control Device                                     | # 1 |       |                 |
| Comment: 24" ECD on south side of tank battery                    |     |       |                 |
| Corrective Action:  |     | Date: |                 |
| Type: Vertical Heater Treater                                     | # 1 |       |                 |
| Comment: Treater on west side of tank battery                     |     |       |                 |
| Corrective Action:  |     | Date: |                 |
| Type: Pump Jack   | # 1 |       |                 |
| Comment: Sentry 320   |     |       |                 |
| Corrective Action:  |     | Date: |                 |
| Type: Ancillary equipment   | # 3 |       |                 |
| Comment: Day drum, gas scrubber, solar powered cathodic rectifier |     |       |                 |
| Corrective Action:  |     | Date: |                 |
| Type: Deadman # & Marked  | # 4 |       |                 |
| Comment:  |     |       |                 |
| Corrective Action:  |     | Date: |                 |

**Tanks and Berms:**

| Contents  | # | Capacity | Type      | Tank ID | SE GPS                |
|---|---|----------|-----------|---------|-----------------------|
| CRUDE OIL                                       | 2 | 400 BBLs | STEEL AST |         | 38.866710,-103.577870 |
| Comment: Tank battery is 1210' west of wellhead |   |          |           |         |                       |
| Corrective Action:                              |   |          |           |         | Date:                 |

**Paint**

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

**Berms**

| Type   | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |                       |
|--|----------|---------------------|---------------------|-------------|-----------------------|
| Metal  | Adequate | Walls Sufficient    | Base Sufficient     | Adequate    |                       |
| Comment:                                       |          |                     |                     |             |                       |
| Corrective Action:                             |          |                     |                     |             |                       |
| Date:  |          |                     |                     |             |                       |
| Contents                                       | #        | Capacity            | Type                | Tank ID     | SE GPS                |
| PRODUCED WATER                                 | 2        | 200 BBLs            | STEEL AST           |             | 38.866710,-103.577870 |
| Comment: Water tanks on east side of oil tanks |          |                     |                     |             |                       |
| Corrective Action:                             |          |                     |                     |             |                       |
| Date:  |          |                     |                     |             |                       |

**Paint**

|           |  |
|-----------|--|
| Condition |  |
|-----------|--|

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

Berms

|                    |                                  |                     |                     |             |
|--------------------|----------------------------------|---------------------|---------------------|-------------|
| Type               | Capacity                         | Permeability (Wall) | Permeability (Base) | Maintenance |
|                    |                                  |                     |                     |             |
| Comment:           | Shared containment for oil tanks |                     |                     |             |
| Corrective Action: |                                  |                     |                     | Date:       |

Venting:

|                    |  |       |
|--------------------|--|-------|
| Yes/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 |
| Compaction       | Pass            | Compaction              | Pass                  |               |                          |         |

Comment:

Corrective Action:

Date:

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   |
| 715201397    | Pumping unit               | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834942">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834942</a> |
| 715201398    | ECD on south side of tanks | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834943">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834943</a> |
| 715201399    | tank battery               | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834944">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834944</a> |