

**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:

02/07/2025

Submitted Date:

02/11/2025

Document Number:

714001807**FIELD INSPECTION FORM**Loc ID 322103 Inspector Name: Mcdonough, Corey On-Site Inspection ☐ 2A Doc Num: ☐**Operator Information:**ECMC Operator Number: 10841Name of Operator: AMERICAN HELIUM OPERATING LLCAddress: 600 TRAVIS STREET SUITE 5050City: HOUSTON State: TX Zip: 77002**Status Summary:**

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

Findings:8 Number of Comments2 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
Frost, Joseph		jfrost@americanhelium.us	Principal Agent
DeMarco, Jaime		jdemarco@blm.gov	All SW Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
208971	WELL	SI	10/01/2017	GW	033-06076	HUGUS FEDERAL 1	RI

General Comment:

On 2/7/2025 Reclamation Specialist Corey McDonough conducted a Reclamation and Stormwater Inspection at American Helium Operating's Hugus Federal 1 Location in Dolores County, Colorado. This is a follow up inspection to inspection doc # 695110199. Any Corrective Actions from previous inspections that have not been addressed are still applicable.

During the inspection the following compliance issues were observed:

- Produced Water Labels
- Encroaching Vegetation

Refer to the "Signs/Markers" and "Good-Housekeeping" sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

LocationOverall Good: ☐**Signs/Marker:**

Type			
Comment:	Inspection doc #695110199 observed NFPA labels at tanks were illegible and required compliance by 9/7/2024. It was observed in this inspection that NFPA labels remain illegible and need to be replaced. Original CA has not been addressed. Original CA and date remains applicable. No CA date is being provided as this location is out of compliance for the same Rule.		
Corrective Action:	Update signs per rule 605.	Date:	

Emergency Contact Number:

Comment:		Date: _____
Corrective Action:		

Good Housekeeping:

Type	WEEDS		
Comment:	Inspection doc #695110199 observed weeds/vegetation that was not maintained around the location and required compliance by 9/7/2024. It was observed in this inspection that weeds/vegetation remain unmanaged on the location and are encroaching on the wellheads and tank berms. Original CA has not been addressed. Original CA and date remains applicable. No CA date is being provided as this location is out of compliance for the same Rule.		
Corrective Action:	Comply with rule 606, manage weeds/vegetation on location.	Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

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

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	208971	Type:	WELL	API Number:	033-06076	Status:	SI	Insp. Status:	RI
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment

No unused equipment observed on location.

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? PassProduction areas stabilized ? Pass

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment Vegetation is progressing within the interim reclamation areas to 1003 standards – Vegetation is mostly perennial grass/desirable species. Continue to monitor and manage location to comply with 1003 vegetation requirements.

Corrective Action _____ Date _____

Overall Interim Reclamation In Process**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads _____ Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation ☐ Well Release on Active Location ☐ Multi-Well Location ☐**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
<div>Comment: <div>At the time of the inspection, no storm water erosion issues were observed. Continue monitoring and managing storm water and erosion controls to ensure compliance with storm water regulations.</div></div>						
Corrective Action: <div></div>						Date: <div></div>
Pits: <input type="checkbox"/> NO SURFACE INDICATION OF PIT						

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

Document Num	Description	URL
404090132	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6914929
714001815	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6914925