

**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:

02/27/2025

Submitted Date:

02/28/2025

Document Number:

715501341

FIELD INSPECTION FORM

Loc ID 316634 Inspector Name: Burchett, Kirby On-Site Inspection 2A Doc Num: _____

Status Summary:

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

Operator Information:

ECMC Operator Number: 10775
Name of Operator: KT RESOURCES LLC
Address: 3381 WESTBROOK LANE
City: HIGHLANDS State: CO Zip: 80129

Findings:

- 18 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
Enforcement, ECMC		dnr_cogccenforcement@state.co.us	
Adams, Karen	(303) 886-8733	adams@kt-res.com	
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
Gale, Tony	(303) 886-8733	tony@kt-res.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
289749	WELL	SI	04/01/2024	GW	103-10998	WRD FEDERAL 2-23	SI

General Comment:

[ECMC Inspection Report Summary](#)

On Thursday, 02/27/2025, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the WRD Federal 2-23 well, Location #316634, in Rio Blanco County, Colorado.

This location is within or in close proximity to Parks and Wildlife (CPW) District 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. #702502384 on 2/7/24. The following Correction Actions are unresolved and original due dates remain:

1. Unlabeled chemical tank.
2. Open end load line.
3. Gas meter calibration out of compliance.
4. Oily waste and stained soil around tank battery.
5. Chemical containment open to wildlife.

Refer to Inspection Photos for observed compliance issues.

While there during normal production operations no additional compliance issues were observed.

A follow up on this site inspection will be conducted to ensure all compliance issues have been corrected to comply with ECMC rules.

Location

Overall 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	BATTERY		
Comment:	No sign will be installed at a height exceeding 6 feet.		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Unlabeled chemical tank		
Corrective Action:	Containers that are used to store, treat, or otherwise handle a hazardous material and which are required to be marked, placarded, or labeled in accordance with the U.S. Department of Transportation's Hazardous Materials Regulations, will retain the markings, placards, and labels on the Container. Such markings, placards, and labels will be retained on the Container until it is sufficiently cleaned of residue and purged of vapors to remove any potential hazards.	Date:	02/18/2024
Type	OTHER		
Comment:	As Location Entrance signs are replaced: The Well name; The Commission's Location identification number (ID #); The Operator's telephone number where it may be reached at all times; and the Telephone number(s) for local emergency services (911 where available) will be required.		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	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.		
Corrective Action:		Date:	

Emergency Contact Number:			
Comment:	(800) 288-0560		
Corrective Action:		Date:	

Good Housekeeping:			
Type	WEEDS		
Comment:	Maintain noxious weed control on all disturbed and reclaimed areas as a result of Oil & Gas activities including access roads.		
Corrective Action:		Date:	

Overall Good:

Spills:			
Type	Area	Volume	
Crude Oil	Tank		
Comment:	Oily waste on tanks and ground.		

Corrective Action: Remove and properly dispose of oily waste and impacted soil.	Date: <u>02/23/2024</u>
--	-------------------------

In Containment: Yes

Comment:

Multiple Spills and Releases?

Fencing/:

Type	LOCATION		
Comment:	Livestock and barbed wire		
Corrective Action:		Date:	

Equipment:

Type	#	Comment	Corrective Action	Date	corrective date
Gas Meter Run	# 1	Gas meter calibration out of compliance.	Meters will be calibrated annually unless more frequent calibration is required by contractual obligations.	<u>02/18/2024</u>	
Bradenhead	# 1				
Bird Protectors	# 4				
Deadman # & Marked	# 4				
Horizontal Heater Treater	# 1				
Ancillary equipment	# 3	Chemical tanks in and on containments. Wildlife protection device not maintained.	Install or repair wildlife protection equipment.	<u>02/18/2024</u>	
Plunger Lift	# 1				

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	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	
Metal	Adequate				
Comment:	Unlined				
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	2	300 BBLs	HEATED STEEL AST		
Comment:	Open end load line				
Corrective Action:	All load lines or tank valves that can be used as a load line will be capped or plugged.			Date:	02/13/2024

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate			
Comment:	Unlined			
Corrective Action:				Date:

Venting:

Yes/No	NO
Comment:	
Corrective Action:	Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities

Facility ID: 289749 Type: WELL API Number: 103-10998 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: [December 2024 Production Report](#)
[Shut In - April 2024](#)

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
		Ditches				
				Material Handling And Spill Prevention	Fail	Open to wildlife
		Gravel				
Gravel						

Comment: [Operator is responsible for maintaining Best Management Practices \(BMPs\) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.](#)

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
715501342	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6939470