

**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:

715501343**FIELD INSPECTION FORM**Loc ID 398665 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**

ECMC Operator Number: 10775

Name of Operator: KT RESOURCES LLC

Address: 3381 WESTBROOK LANE

City: 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 Comments

1 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 |
|-------------------|----------------|----------------------------------|---------|
| Wilson, Justin    | (970) 878-3825 | jrwilson@blm.gov                 |         |
| Enforcement, ECMC |                | dnr_cogccenforcement@state.co.us |         |
| Adams, Karen      | (303) 886-8733 | adams@kt-res.com                 |         |
| 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 |
|-------------|------|--------|-------------|------------|-----------|------------------|-------------|
| 260364      | WELL | SI     | 04/01/2024  | GW         | 103-10148 | WRD FEDERAL 8-26 | 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 8-26 well, Location #398665, 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. #702502380 on 2/7/24. The following Correction Action is unresolved and original due date remains:

1. Gas meter calibration out of compliance.
- 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: ☐

|                      |  |       |  |
|----------------------|--|-------|--|
| <b>Signs/Marker:</b> |  |       |  |
| 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: |  |
| Type                 | TANK LABELS/PLACARDS   |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | BATTERY  |       |  |
| 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

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 |  |  |
|------|------|--------|--|--|

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

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

|                                 |  |       |                  |
|---------------------------------|--|-------|------------------|
| <b>Equipment:</b>               |  |       | corrective date  |
| Type: Ancillary equipment       | # 1  |       |                  |
| Comment:                        | Methanol tank in containment   |       |                  |
| Corrective Action:              |  | Date: |                  |
| Type: Bradenhead                | # 1  |       |                  |
| Comment:                        |  |       |                  |
| Corrective Action:              |  | Date: |                  |
| Type: Plunger Lift              | # 1  |       |                  |
| 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. |       | Date: 02/18/2024 |
| Type: Horizontal Heater Treater | # 1  |       |                  |
| Comment:                        |  |       |                  |
| Corrective Action:              |  | Date: |                  |
| Type: Deadman # & Marked        | # 4  |       |                  |
| Comment:                        |  |       |                  |
| Corrective Action:              |  | Date: |                  |
| Type: Bird Protectors           | # 4  |       |                  |
| Comment:                        |  |       |                  |
| Corrective Action:              |  | Date: |                  |

**Tanks and Berms:**

| Contents           | # | Capacity | Type             | Tank ID | SE GPS |
|--------------------|---|----------|------------------|---------|--------|
| CRUDE OIL          | 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 |
| PRODUCED WATER     | 1        | 300 BBLS            | HEATED STEEL AST    |             | ,      |

|                    |          |                     |                     |             |                            |
|--------------------|----------|---------------------|---------------------|-------------|----------------------------|
| Comment:           |          |                     |                     |             |                            |
| Corrective Action: |          |                     |                     |             | Date: <input type="text"/> |
| <b>Paint</b>       |          |                     |                     |             |                            |
| Condition          | Adequate |                     |                     |             |                            |
| Other (Content)    |          |                     |                     |             |                            |
| Other (Capacity)   |          |                     |                     |             |                            |
| Other (Type)       |          |                     |                     |             |                            |
| <b>Berms</b>       |          |                     |                     |             |                            |
| Type               | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |                            |
| Metal              | Adequate |                     |                     |             |                            |
| Comment:           | Unlined  |                     |                     |             |                            |
| Corrective Action: |          |                     |                     |             | Date: <input type="text"/> |
| <b>Venting:</b>    |          |                     |                     |             |                            |
| Yes/No             | NO       |                     |                     |             |                            |
| Comment:           |          |                     |                     |             |                            |
| Corrective Action: |          |                     |                     |             | Date: <input type="text"/> |
| <b>Flaring:</b>    |          |                     |                     |             |                            |
| Type               |          |                     |                     |             |                            |
| Comment:           |          |                     |                     |             |                            |
| Corrective Action: |          |                     |                     |             | Date: <input type="text"/> |

| Inspected Facilities   |        |       |      |             |           |         |    |               |    |
|--|--------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID:   | 260364 | Type: | WELL | API Number: | 103-10148 | Status: | SI | Insp. Status: | SI |
| Idle Well  |        |       |      |             |           |         |    |               |    |
| Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned      Reminder: _____ |        |       |      |             |           |         |    |               |    |
| Comment: <div>December 2024 Production Report<br/>Shut In - April 2024</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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|---------|
|                  |                 | Gravel                  |                       |  |                          |         |
|                  |                 | Ditches                 |                       |  |                          |         |
| Gravel           |                 |                         |                       |  |                          |         |
|                  |                 |                         |                       | Material Handling And Spill Prevention |                          |         |

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   |
|--------------|----------------------|---|
| 404111471    | INSPECTION SUBMITTED | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6939507">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6939507</a> |
| 715501344    | Inspection Photos    | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6939471">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6939471</a> |