

CECMC Inspection/Audit Report Summary

On 04/17/2025 at approximately 14:14 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection/audit at TEP ROCKY MOUNTAIN LLC JOLLEY 17-15 Pad
Location # 335429 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas.

Location is approximately 700 yards from Rule 411a Surface Water External Buffer.

Location is in close proximity to Freshwater Emergent & Riverine National Wetlands Inventory areas.

While there, I observed normal production operations.

During this inspection/audit the following compliance issues were observed:

1. Signs/Marker - Arctitherm E-50 tank label lacks required information & labeling on methanol tank weathered/some required information is illegible & tank capacity is incorrect with a CA date of 05/18/2025
2. Housekeeping - Unused equipment, stored supplies, trailers, batteries, carport, shed & other misc on location with a CA date of 05/18/2025
3. Equipment - Multiple open ended load lines with a CA date of 04/25/2025
4. Equipment - PRV vent line does not comply with CECMC pressure safety device rules with a CA date of 04/25/2025

A follow up on this site inspection/audit needs to be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This is a summary of inspection/audit report.

| Location | | | |
|--|--|--------|------------------|
| Lease Road: | | | |
| Type | Access | | |
| comment: | | | |
| Corrective Action | | | Date: |
| Overall Good: <input type="checkbox"/> | | | |
| Signs/Marker: | | | |
| Type | OTHER | | |
| Comment: | Sign at start of lease road | | |
| Corrective Action: | | | Date: |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | WELLHEAD | | |
| Comment: | Some wellhead signs weathered & cracking but still legible at this time | | |
| Corrective Action: | | | Date: |
| Type | OTHER | | |
| Comment: | Separator units include attached storage tanks. The sight glass located on the side of the units indicates the storage tanks are full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tanks. | | |
| Corrective Action: | | | Date: |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | Arctictherm E-50 tank label lacks required information & labeling on methanol tank weathered/some required information is illegible & tank capacity is incorrect | | |
| Corrective Action: | Comply with CECMC 600 series rules | | Date: 05/18/2025 |
| Emergency Contact Number: | | | |
| Comment: | 911/970-285-9377 | | |
| Corrective Action: | | | Date: _____ |
| Good Housekeeping: | | | |
| Type | UNUSED EQUIPMENT | | |
| Comment: | Unused equipment, stored supplies, trailers, batteries, carport, shed & other misc on location | | |
| Corrective Action: | Comply with CECMC 600 series rules | | Date: 05/18/2025 |
| Overall Good: <input type="checkbox"/> | | | |
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |
| Fencing/: | | | |
| Type | OTHER | | |
| Comment: | Chemical tanks & liquid nitrogen tank - hog panels | | |

| | | | |
|--------------------|---|-------|--|
| Corrective Action: | | Date: | |
| Type | OTHER | | |
| Comment: | Methanol tank - hog panels | | |
| Corrective Action: | | Date: | |
| Type | TANK BATTERY | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | SEPARATOR | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | LOCATION | | |
| Comment: | Barbed wire fence around portions of location | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | 8 wellheads - hog panels JOLLEY 17-15 wellhead pipe rail fence | | |
| Corrective Action: | | Date: | |

| Equipment: | | corrective date |
|-----------------------------------|---|------------------|
| Type: Bradenhead | # 9 | |
| Comment: | Taylor plugs located on bradenheads, bradenhead valves are accessible | |
| Corrective Action: | | Date: |
| Type: Other | # 6 | |
| Comment: | Multiple open ended load lines | |
| Corrective Action: | All load lines will be capped or plugged | Date: 04/25/2025 |
| Type: Other | # 1 | |
| Comment: | PRV vent line on separator does not comply with CECMC pressure safety device rules | |
| Corrective Action: | Comply with CECMC pressure safety device rules | Date: 04/25/2025 |
| Type: Ancillary equipment | # 2 | |
| Comment: | Chemical tanks 1 chemical tank is disconnected & not in use/unused equipment - please refer to housekeeping for CA | |
| Corrective Action: | | Date: |
| Type: Gas Meter Run | # 9 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Horizontal Heated Separator | # 9 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Ancillary equipment | # 1 | |
| Comment: | Liquid nitrogen tank Unable to locate FORM 4 SUNDRY for equipment/not in compliance with CECMC rules | |

| | | | |
|-----------------------------------|------------------------------------|-------|--|
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 14 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | Low pressure separator/line heater | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 9 | | |
| Comment: | All wells on plunger lift | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: | Bear proof trash container | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: | Portable toilet | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| OTHER | 1 | 200 BBLs | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|------------------|------------------|
| Condition | Adequate |
| Other (Content) | Arctictherm E-50 |
| Other (Capacity) | |
| Other (Type) | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|---|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficient | | |
| Comment: | Separate containment with 500 gal glycol tank | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| METHANOL | 1 | OTHER | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|------------------|----------|
| Condition | Adequate |
| Other (Content) | |
| Other (Capacity) | 210 bbl |
| Other (Type) | |

| <u>Berms</u> | | | | | | |
|---|----------|---------------------|---------------------|-------------|--------|-------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | |
| Metal | Adequate | Walls Sufficient | | | | |
| Comment: Separate containment | | | | | | |
| Corrective Action: | | | | | | Date: |
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| GLYCOL | 1 | <50 BBLs | STEEL AST | | | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |
| <u>Paint</u> | | | | | | |
| Condition | Adequate | | | | | |
| Other (Content) | | | | | | |
| Other (Capacity) | | | | | | |
| Other (Type) | | | | | | |
| <u>Berms</u> | | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | |
| Metal | Adequate | Walls Sufficient | | | | |
| Comment: Separate containment with Arctitherm E-50 tank | | | | | | |
| Corrective Action: | | | | | | Date: |
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| CONDENSATE | 2 | 300 BBLs | HEATED STEEL AST | | | |
| Comment: Tanks equipped with telemetry | | | | | | |
| Corrective Action: | | | | | | Date: |
| <u>Paint</u> | | | | | | |
| Condition | Adequate | | | | | |
| Other (Content) | | | | | | |
| Other (Capacity) | | | | | | |
| Other (Type) | | | | | | |
| <u>Berms</u> | | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | |
| Metal | Adequate | Walls Sufficient | | | | |
| Comment: Centralized containment | | | | | | |
| Corrective Action: | | | | | | Date: |
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| PRODUCED WATER | 2 | 300 BBLs | HEATED STEEL AST | | | |
| Comment: Tanks equipped with telemetry | | | | | | |
| Corrective Action: | | | | | | Date: |
| <u>Paint</u> | | | | | | |
| Condition | Adequate | | | | | |
| Other (Content) | | | | | | |

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|----------------------------------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficient | | |
| Comment: Centralized containment | | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--|---|----------|-----------|---------|--------|
| PRODUCED WATER | 2 | 300 BBLs | STEEL AST | | |
| Comment: Tanks equipped with telemetry | | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|----------------------------------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficient | | |
| Comment: Centralized containment | | | | |
| Corrective Action: | | | | Date: |

Venting:

| | | | |
|--------------------|----|-------|--|
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Flaring:

| | | |
|--------------------|--|-------|
| Type | | |
| Comment: | | |
| Corrective Action: | | Date: |

Inspected Facilities

Facility ID: 256113 Type: WELL API Number: 045-07435 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift
 Corrective Action: _____ Date: _____

BradenHead

Date of Last Brhd Test: 02/27/2025 Annual Brhd Completed? _____
 Last Brhd Test Results Initial Surf Csg Pressure: 115 Fluid Type: NONE
 End Surf Csg Pressure: 0
 Comment: BH line tied into sales line at separator - FORM 4 SUNDRY document # 402626464
 Corrective Action: _____ Date: _____

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

Facility ID: 295981 Type: WELL API Number: 045-15862 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift
 Corrective Action: _____ Date: _____

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

Facility ID: 295982 Type: WELL API Number: 045-15861 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift
 Corrective Action: _____ Date: _____

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

Facility ID: 297256 Type: WELL API Number: 045-16356 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift
 Corrective Action: _____ Date: _____

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

Facility ID: 300024 Type: WELL API Number: 045-17832 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift
 Corrective Action: _____ Date: _____

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

Facility ID: 300026 Type: WELL API Number: 045-17833 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift
 Corrective Action: _____ Date: _____

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

Facility ID: 300027 Type: WELL API Number: 045-17834 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

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

Facility ID: 300028 Type: WELL API Number: 045-17835 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

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

Facility ID: 300029 Type: WELL API Number: 045-17836 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

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 | | | | |
| | | Compaction | | | | Small amount of light compaction |
| | | Culverts | | | | |
| | | | | Material Handling And Spill Prevention | | Chemical tank containments |
| Berms | | | | | | |
| Gravel | | | | | | Sparse to none in most areas |
| Compaction | | | | | | Small amount of light compaction |
| | | Gravel | | | | Sparse to none |
| | | | | Material Handling And Spill Prevention | Fail | Batteries on location with no BMP's |

Comment: [Batteries on location with no BMP's](#)
[Some fluid in chemical tank containments, may need maintenance in the near future](#)

Corrective Action: _____

Date: _____

Pits: NO SURFACE INDICATION OF PIT

| Permit: | Facility ID | Permit Num | Expiration Date |
|---------|-------------|------------|-----------------|
| | 422645 | 2213262 | |
| | 422645 | 2213262 | |

ECMC Comments

| Comment | User | Date |
|--|----------|------------|
| Please refer to Signs/Marker, Housekeeping & Equipment for corrective actions & also refer to Stormwater for comments. | smelserw | 04/18/2025 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|---|---|
| 708906284 | Inspection/Audit 708906282 photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7012117 |
| 708906286 | Inspection/Audit 708906282 Stormwater photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7012118 |