

State of Colorado Energy & Carbon Management Commission

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Document Number:

404160570

Date Received:

04/10/2025

Spill report taken by:

Ahmadian, Alexander

Spill/Release Point ID:

489841

SPILL/RELEASE REPORT (SUPPLEMENTAL)

This form is to be submitted by the party responsible for the oil and gas spill or release. Refer to ECMC Rule 912.b. for reporting requirements of spills or releases of E&P Waste, produced Fluids, or unauthorized Releases of natural gas. Submit a Site Investigation and Remediation Workplan (Form 27) if Rule 913.c. applies.

OPERATOR INFORMATION

Operator information form with fields for Name of Operator (VERDAD RESOURCES LLC), Operator No (10651), Address (1125 17TH STREET SUITE 600), City (DENVER), State (CO), Zip (80202), Contact Person (Dean Wagoner), and Phone Numbers (Phone: (720) 647-6852, Mobile: (), Email: dwagoner@verdadresources.com).

Transfer of Operatorship: Pursuant to Rule 912.f, this Supplemental Form 19 is being submitted to designate the Buying Operator as the responsible Operator for this Spill and Release.

INITIAL SPILL/RELEASE REPORT

Initial Spill/Release Report Doc# 404152457

Initial Report Date: 04/03/2025 Date of Discovery: 04/02/2025 Spill Type: Historical Release

Spill/Release Point Location:

QTRQTR NENW SEC 24 TWP 1N RNG 64W MERIDIAN 6

Latitude: 40.042120 Longitude: -104.501260

Municipality (if within municipal boundaries): County: WELD

Enter Lat./long measurement of the actual Spill/Release Point. Lat./Long. Data shall meet standards of Rule 216.

Check this box if this spill/release is related to a loss of integrity of a flowline, pipeline, crude oil transfer line, or produced water transfer line.

Reference Location:

Reference location form with fields for Facility Type (TANK BATTERY), Facility/Location ID No (305623), Spill/Release Point Name (Vicki #21-24), Well API No. (05-), and No Existing Facility or Location ID No.

Estimated Total Spill Volume: use same ranges as others for values

Estimated spill volume table with fields for Oil Spill Volume (Unknown), Condensate Spill Volume (0), Flow Back Fluid Spill Volume (0), Produced Water Spill Volume (Unknown), Other E&P Waste Spill Volume (0), and Drilling Fluid Spill Volume (0).

Specify:

Has the subject Spill/Release been controlled at the time of reporting? Yes

Land Use:

Land use form with fields for Current Land Use (CROP LAND), Other(Specify), Weather Condition (clear, breezy, sunny), and Surface Owner (FEE).

Describe what is known about the spill/release event (what happened -- including how it was stopped, contained, and recovered):

Verdad Resources received an ECMC Field Inspection Report (Doc # 713301877) conducted on 3/26/2025 with a corrective action to report a spill or release. After further investigation, it is believed that there was a spill or release in the past that was not reported to Verdad Management, or the spill occurred prior to Verdad ownership of the well and facility. All the production equipment that is currently on site appears to be in good working condition. Further investigation will continue to take place while the spill/release remediation is completed. Cleanup efforts are scheduled to start on April 8th 2025.

List of Agencies and Other Parties Notified Pursuant to Rule 912.b.(7)-(11):

OTHER NOTIFICATIONS

Date	Agency/Party	Contact	Phone	Response
4/3/2025	Weld County OEM	Web Form	-	acknowledged spill report
4/3/2025	Surface Owner	Michael Schweitzer	-	voicemail left

REPORT CRITERIA

Rule 912.b.(1) Report to the Director (select all criteria that apply):

No Rule 912.b.(1).A: A Spill or Release of any size that impacts or threatens to impact any Waters of the State, Public Water System, residence or occupied structure, livestock, wildlife, or publicly-maintained road.

Waters of the State: _____ Public Water System: _____
 Residence or Occupied Structure: _____ Livestock: _____
 Wildlife: _____ Publicly-Maintained Road: _____

No Rule 912.b.(1).B: A Spill or Release in which 1 barrel or more of E&P Waste or produced fluids is spilled or released outside of berms or other secondary containment.

No Rule 912.b.(1).C: A Spill or Release of 5 barrels or more of E&P Waste or produced Fluids regardless of whether the Spill or Release is completely contained within berms or other secondary containment.

No Rule 912.b.(1).D: Within 6 hours of discovery, a Grade 1 Gas Leak. For a Grade 1 Gas Leak from a Flowline, the Operator also must submit the Form 19 – Initial, document number on a Form 44, Flowline Report, for the Grade 1 Gas Leak

Enter the approximate time of discovery _____ (HH:MM)
 Enter the Document Number of the Grade 1 Gas Leak Report, Form 44 _____
 Was there a reportable accident associated with either a Grade 1 Gas Leak or an E&P waste spill or release? _____
 Enter the Document Number of the Initial Accident Report, Form 22 _____
 Was there damage during excavation? _____
 Was CO 811 notified prior to excavation? _____

No Rule 912.b.(1).E: The discovery of 10 cubic yards or more of impacted material resulting from a current or historic Spill or Release. Discovery and reporting will not be contingent upon confirmation samples demonstrating exceedance of Table 915-1 standards.

Estimated Volume of Impacted Solids (cu. yd.): _____

No Rule 912.b.(1).F: The discovery of impacted Waters of the State, including Groundwater. Discovery and reporting will not be contingent upon confirmation samples demonstrating exceedance of Table 915-1 standards. The presence of free product or hydrocarbon sheen on Groundwater or surface water is reportable. The presence of contaminated soil in contact with Groundwater or surface water is reportable. Check all that apply:

- The presence of free product or hydrocarbon sheen Surface Water
- The presence of free product or hydrocarbon sheen on Groundwater
- The presence of contaminated soil in contact with Groundwater
- The presence of contaminated soil in contact with Surface water

Yes	Rule 912.b.(1).G: A suspected or actual Spill or Release of any volume where the volume cannot be immediately determined, including a spill or release of any volume that daylight from the subsurface.
No	Rule 912.b.(1).H: Spill or Release resulting in vaporized hydrocarbon mists that leave the Oil and Gas Location or Off-Location Flowline right of way from an Oil and Gas Location and impacts or threatens to impact off-location property. <input type="checkbox"/> Areas offsite of Oil & Gas Location <input type="checkbox"/> Off-Location Flowline right of way
No	Rule 912.b.(1).I: A Release of natural gas that results in an accumulation of soil gas or gas seeps.
No	Rule 912.b.(1).J: A Release that results in natural gas in Groundwater.

SPILL/RELEASE DETAIL REPORTS

#1	Supplemental Report Date: <u>04/10/2025</u>		
FLUIDS	BBL's SPILLED	BBL's RECOVERED	Unknown
OIL	_____	_____	<input checked="" type="checkbox"/>
CONDENSATE	<u>0</u>	<u>0</u>	<input type="checkbox"/>
PRODUCED WATER	_____	_____	<input checked="" type="checkbox"/>
DRILLING FLUID	<u>0</u>	<u>0</u>	<input type="checkbox"/>
FLOW BACK FLUID	<u>0</u>	<u>0</u>	<input type="checkbox"/>
OTHER E&P WASTE	<u>0</u>	<u>0</u>	<input type="checkbox"/>
specify: _____			
Was spill/release completely contained within berms or secondary containment? <u>YES</u> Was an Emergency Pit constructed? <u>NO</u>			
<i>Secondary containment, including walls & floor regardless of construction material, must be sufficiently impervious to contain any discharge from primary containment until cleanup occurs.</i>			
A Form 15 Pit Report shall be submitted within 30 calendar days after the construction of an emergency pit			
Impacted Media (Check all that apply) <input checked="" type="checkbox"/> Soil <input type="checkbox"/> Groundwater <input type="checkbox"/> Surface Water <input type="checkbox"/> Dry Drainage Feature			
Surface Area Impacted: Length of Impact (feet): <u>15</u>		Width of Impact (feet): <u>15</u>	
Depth of Impact (feet BGS): <u>3</u>		Depth of Impact (inches BGS): _____	
How was extent determined?			
The extent was determined by excavation, visual observation and field screenings using a PID. Extent determination and cleanup confirmation samples have been collected and submitted to laboratory for analysis. Supplemental report to follow with sampling details and analytical results.			
Soil/Geology Description:			
Spill occurred on Colby Loam, 1 to 3 percent slopes. A near by water well (permit # 251746) geologic log states, 0'-20' "sandy yellow clay", 20'-330' "Gray shale & Gray/Blue shale" with readings every 20' to 60'.			
Depth to Groundwater (feet BGS) <u>300</u>		Number Water Wells within 1/2 mile radius: <u>8</u>	
If less than 1 mile, distance in feet to nearest		Water Well <u>745</u> None <input type="checkbox"/>	Surface Water <u>1210</u> None <input type="checkbox"/>
		Wetlands _____ None <input checked="" type="checkbox"/>	Springs _____ None <input checked="" type="checkbox"/>
		Livestock _____ None <input checked="" type="checkbox"/>	Occupied Building <u>700</u> None <input type="checkbox"/>
Additional Spill Details Not Provided Above:			

CORRECTIVE ACTIONS

#1 Supplemental Report Date: 04/10/2025

Root Cause of Spill/Release Incorrect Operations (Human Error)

Other (specify) _____

Type of Equipment at Point of Spill/Release: Other

If "Other" selected above, specify or describe here:

Production Tank

Describe Incident & Root Cause (include specific equipment and point of failure)

It is believed that a lease operator who is no longer with the company had incorrect operations and had a spill from the production tank. the lease operator did not report the spill to his management. The lease operator attempted to clean up the spill but did not do it appropriately.

Describe measures taken to prevent the problem(s) from reoccurring:

Verdad field personnel and field management receive annual environmental training that requires them to report all releases to their direct supervisors and to the EHS&R field staff regardless of the size.

Volume of Soil Excavated (cubic yards): 60

Disposition of Excavated Soil (attach documentation) [X] Offsite Disposal Onsite Treatment [] Other (specify) _____

Volume of Impacted Ground Water Removed (bbls): 0

Volume of Impacted Surface Water Removed (bbls): 0

REQUEST FOR CLOSURE

Spill/Release Reports should be closed when impacts have been remediated or when further investigation and corrective actions will take place under an approved Form 27.

- Basis for Closure: [] Corrective Actions Completed (documentation attached, check all that apply) [] Horizontal and Vertical extents of impacts have been delineated. [] Documentation of compliance with Table 915-1 is attached. [] All E&P Waste has been properly treated or disposed. [] Work proceeding under an approved Form 27 (Rule 912.c). Form 27 Remediation Project No: _____ [] SUSPECTED Spill/Release did not occur or was below Rule 912.a.(5) reporting thresholds.

OPERATOR COMMENTS:

I hereby certify all statements made in this form are to the best of my knowledge true, correct, and complete.

Signed: _____ Print Name: Dean Wagoner

Title: EHS&R Field Manager Date: 04/10/2025 Email: dwagoner@verdadresources.com

COA Type**Description**

	Pursuant to Rule 912.b.(6) Operator is required to submit a Form 19 Supplemental Report for the associated spill within 90 days of the spill date requesting closure pursuant to Rule 913.h and supported by adequate documentation to demonstrate that the Spill or Release has been fully cleaned up and complies with Table 915-1; or A Form 27 if any of the criteria listed in Rules 912.b.(6).B.i-iii apply. If Remediation will continue under an approved Form 27, the Operator will also submit a Form 19 – Supplemental which requests closure of the Spill or Release and includes the Remediation project number assigned by the Director.
1 COA	

ATTACHMENT LIST**Att Doc Num****Name**

404160570	SPILL/RELEASE REPORT(SUPPLEMENTAL)
404160789	AERIAL IMAGE
404160790	AERIAL IMAGE
404172301	FORM 19 SUBMITTED

Total Attach: 4 Files

General Comments**User Group****Comment****Comment Date**

		Stamp Upon Approval
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Total: 0 comment(s)