

**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:

05/08/2025

Submitted Date:

05/13/2025

Document Number:

713400817

FIELD INSPECTION FORMLoc ID 311752 Inspector Name: Popejoy, Dusty On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

ECMC Operator Number: 10844

Name of Operator: QB ENERGY OPERATING LLC

Address: 1001 17TH STREET SUITE 1600

City: DENVER State: CO Zip: 80202

Status Summary:

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

Findings:

26 Number of Comments

3 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
ENERGY, QB		ecmc.inspections@qb-energy.com	
Toews, Wesley		wtoews@blm.gov	
Kellerby, Shaun		shaun.kellerby@state.co.us	
Longworth, Mike		mike.longworth@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
278145	WELL	PR	08/01/2019	GW	077-08901	ORCHARD UNIT 17-13DT (M17OU)	PR

General Comment:**CECMC Inspection Report Summary**

On 05/08/2025 at approximately 12:55 hours, Compliance Inspector Dusty Popejoy conducted a follow up inspection at QB ENERGY OPERATING LLC M17OU PAD at Location ID #311752 in Mesa County, Colorado.

Please refer to inspection/audit 713400637 conducted on 01/15/2025, 3 of 4 corrective actions have been completed. Methanol tank lacks required information CA date remains 02/21/2025

This location is within or in close proximity to, a CPW Density/High Priority Habitat, Black Bear, NSO Habitat, or Wildlife Management area.

During the inspection, the following compliance issues were observed:

1. Signs/Marker - Methanol tank lacks required information with a CA date of 02/21/2025
2. Equipment - Multiple unused flowlines at separators and 1 unused flowline at tank battery lack lockout tagout (OOSLAT) with a CA date of 05/20/2025
3. Equipment - Open ended load line with a CA date of 05/20/2025

A follow-up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with CECMC rules. Dual Lease - Shared facilities with Location ID #334147

Location			
Lease Road:			
Type	Access		
comment:	Access		
Corrective Action	L	Date:	
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	OTHER		
Comment:	Sign at intersection to lease road		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Upon the Director's approval of a Form 9 the Buying Operator will have 60 days to replace or update all signs at the Oil and Gas Location so that the signs comply with Rule 605.		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signs at separators		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Methanol tank lacks required information. Additionally capacity is incorrect.		
Corrective Action:	<p>Comply with CECMC labeling rules</p> <p>All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information:</p> <p>A. Name of Operator;</p> <p>B. Operator's emergency contact telephone number;</p> <p>C. Tank capacity;</p> <p>D. Tank contents; and</p> <p>E. NFPA label or equivalent globally harmonized label.</p>	Date:	02/21/2025

Inspector Name: Popejoy, Dusty

Emergency Contact Number:

Comment: 970-285-2615/911

Corrective Action:

Date:

Overall Good: ☐

Spills:

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:

Type SEPARATOR

Comment: Jersey barriers

Corrective Action:

Date:

Equipment:

corrective date

Type: Horizontal Heated Separator

1

Comment:

Corrective Action:

Date:

Type: Plunger Lift

1

Comment: Well on plunger lift

Corrective Action:

Date:

Type: Bradenhead

1

Comment: Bradenhead valve is accessible with telemetry for monitoring

Corrective Action:

Date:

Type: Ancillary equipment

1

Comment: Chemical tank

Corrective Action:

Date:

Type: Bird Protectors

2

Comment:

Corrective Action:

Date:

Type: Other

1

Comment: Open ended load line

Corrective Action: All load lines will be capped or plugged

Date: 05/20/2025

Type: Ancillary equipment

1

Comment: Methanol tank/pump

Corrective Action:

Date:

Type: Gas Meter Run

2

Comment:

Corrective Action:

Date:

Type: Vertical Heated Separator

3

Comment:			
Corrective Action:		Date:	
Type: Other	# 4		
Comment:	Multiple unused flowlines at separators and 1 unused flowline at tank battery lack lockout tagout (OOSLAT)		
Corrective Action:	Comply with CECMC 600 & 1100 series rules		Date: 05/20/2025
Type: Gas Meter Run	# 1		
Comment:	Summit midstream		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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	Walls Sufficent			
Comment:	Centralized containment				
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)	500 gal	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Other	Adequate	Walls Sufficent			
Comment:	Separate containment				
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLs	STEEL AST		,

Comment:	1 tank is rusting in some areas, paint is inadequate.				
	Tanks equipped with telemetry				
Corrective Action:					Date:
Paint					
Condition	Inadequate				
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:	278145	Type:	WELL	API Number:	077-08901	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
Sediment Traps						
		Ditches				
		Culverts				
Ditches						
		Gravel				Sparse
		Berms				
Check Dams						
Compaction						
Berms						
				Material Handling And Spill Prevention		Chemical tanks
Gravel						Sparse
		Compaction				

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Equipment & Signs/Markers for corrective actions & Tanks and Berms for comments.	popejoyd	05/13/2025

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

Document Num	Description	URL
404202700	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7047912
713400819	Inspection-Audit Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7047892