

**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:

06/02/2025

Submitted Date:

06/03/2025

Document Number:

708906646

FIELD INSPECTION FORMLoc ID 334836 Inspector Name: Smelser, Wayne 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:

28 Number of Comments

2 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
Kellerby, Shaun		shaun.kellerby@state.co.us	
Haverkamp, Curtis		curtis.haverkamp@state.co.us	
QB Energy		ecmc.inspections@qb-energy.com	
Katz, Aaron		aaron.katz@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211341	WELL	PR	11/04/1996	GW	045-07101	DUNN 32-16	PR
268636	WELL	PR	02/08/2004	GW	045-09278	SHIDELER 32-9D (P32)	PR
268637	WELL	PR	03/01/2025	GW	045-09279	SHIDELER 32-10D (P32)	SI
268668	WELL	PR	03/01/2025	GW	045-09284	SHIDELER 32-9C (P32)	SI
274896	WELL	PR	07/01/2019	GW	045-13422	DUNN 32-16D (P32)	PR
274897	WELL	PR	03/01/2025	GW	045-13421	DUNN 5-7D (P32)	SI

General Comment:

CECMC Inspection/Audit Report Summary

On 06/02/2025 at approximately 13:36 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection/audit at QB Energy OPERATING LLC DUNN 32-16 (P32) Pad
Location # 334836 in Garfield County Colorado.

Please refer to inspection/audit 708906327 conducted on 04/24/2025, previous corrective actions have been completed.
Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area & Bald Eagle Roost site.
Location is approximately 357 yards from Mamm Creek.
While there, I observed normal production operations.

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

1. Signs/Marker - Emergency contact # on wellhead signs & lease road signs incorrect/# is disconnected & not in service with a CA date of 07/03/2025
2. Inspected Facilities - Multiple wells lack wellbore diagrams with a CA date of 07/03/2025

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 ActionL		Date:	
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	OTHER		
Comment:	Signs at intersection of Mamm Creek Road & start of lease road Emergency contact # on signs incorrect/# is disconnected & not in service/not in compliance with CECMC rules.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signs at separators Emergency contact # on wellhead signs incorrect/# is disconnected & not in service/not in compliance with CECMC rules. Additionally emergency contact # on signs at intersection of Mamm Creek Road & start of lease road are incorrect/# is disconnected & not in service/not in compliance with CECMC rules		
Corrective Action:	Comply with CECMC 600 series rules	Date:	07/03/2025
Type	OTHER		
Comment:	Sign on lease road at gate approximately 65 yards from entrance to location		
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	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:	
Emergency Contact Number:			
Comment:	911/970-285-2615		

Corrective Action:		Date:	
Good Housekeeping:			
Type	WEEDS		
Comment:	Small amount of weeds in secondary containment - please refer to photo log If weeds continue unchecked corrective action may be issued in future inspections		
Corrective Action:		Date:	

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Ancillary equipment	# 1		
Comment:	Liquid nitrogen tank Equipment not listed in FORM 4 SUNDRY/not in compliance with CECMC rules		
Corrective Action:		Date:	
Type: Gas Meter Run	# 6		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 6		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Plunger Lift	# 6		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Bradenhead	# 6		
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible		
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	400 BBLs	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:		Centralized containment			
Corrective Action:					Date:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	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				
Comment:		Centralized containment			
Corrective Action:					Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities				
Facility ID: 211341	Type: WELL	API Number: 045-07101	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: 268636	Type: WELL	API Number: 045-09278	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Producing, well on plunger lift Well lacks wellbore diagram/not in compliance with CECMC rules Additionally the SHIDELER 32-10D (P32) & SHIDELER 32-9C (P32) wells also lack wellbore diagrams/not in compliance with CECMC rules			
Corrective Action:	Comply with rule 420 & submit wellbore diagrams via FORM 4 SUNDRY or FORM 17			Date: 07/03/2025
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12				
Facility ID: 268637	Type: WELL	API Number: 045-09279	Status: PR	Insp. Status: SI
Idle Well				
Purpose:	<input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned		Reminder:	
Comment:	Shut In Last produced July 2024 Well lacks wellbore diagram/not in compliance with CECMC rules			
Corrective Action:				Date:
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12				
Facility ID: 268668	Type: WELL	API Number: 045-09284	Status: PR	Insp. Status: SI
Idle Well				
Purpose:	<input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned		Reminder:	
Comment:	Shut In Last produced May 2024 Well lacks wellbore diagram/not in compliance with CECMC rules			
Corrective Action:				Date:
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12				
Facility ID: 274896	Type: WELL	API Number: 045-13422	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: 274897	Type: WELL	API Number: 045-13421	Status: PR	Insp. Status: SI

Idle Well	
Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned	Reminder: _____
<u>Comment:</u> <div>Shut In Last produced May 2024</div>	
Corrective Action: <div></div>	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
		Check Dams				
Ditches						
		Ditches				
Gravel						Sparse to none in areas
		Compaction				
Compaction						Small amount of light compaction
		Gravel				Sparse to none
		Culverts				
				Material Handling And Spill Prevention		Chemical tank containment
Berms						
		Rip Rap				

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

Comment	User	Date
Please refer to Signs/Marker & Inspected Facilities for corrective actions & also refer to Housekeeping & Equipment for comments.	smelserw	06/03/2025

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

Document Num	Description	URL
404228168	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7080748
708906647	Inspection/Audit 708906646 emergency phone # video	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7080745
708906648	Inspection/Audit 708906646 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7080746
708906649	Inspection/Audit 708906646 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7080747