

**FORM
INSP**

Rev
X/20

**State of Colorado
Energy and Carbon Management Commission**

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Inspection Date:

09/09/2025

Submitted Date:

09/12/2025

Document Number:

718100803

FIELD INSPECTION FORM

Loc ID 334365 Inspector Name: Trujillo, Aaron On-Site Inspection 2A Doc Num: _____

Status Summary:

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

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

Findings:

- 11 Number of Comments
- 8 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
		ecmc.inspections@qb-energy.com	

General Comment:

On 9/9/2025, Western Reclamation Work Lead Trujillo conducted an interim Reclamation inspection at QB Energy Operating LLC's PARACHUTE RANCH FED.-67S96W/35NWNE location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- 608.e Good Mechanical Condition requirements
- 603.i loadlines missing cap/plug
- 605 Signage requirements
- 606 Unused equipment
- 912 Spills
- 1003 Reclamation

Refer to the Location and Reclamation sections of this inspection report for additional details.

Refer to the photo-documentation attached to this report.

Any corrective action(s) from previous inspection that have not been addressed are still applicable.

Location

Overall Good:

Signs/Marker:			
Type	BATTERY		
Comment:	Multiple tank batteries observed on Location missing signage pursuant to Rule 605.e		
Corrective Action:	Comply with Rule 605.e	Date:	10/12/2025
Type	OTHER		
Comment:	Location signage posted with incorrect Operator information.		
Corrective Action:	Comply with Rule 605	Date:	10/12/2025
Type	TANK LABELS/PLACARDS		
Comment:	Tanks on Location observed posted with incorrect Operator information.		
Corrective Action:	Comply with Rule 605.h	Date:	10/12/2025

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:			
Type	OTHER		
Comment:	Signage observed being stored at the tank battery on the southeast end of the Location. If signs are no longer necessary they require removal.		
Corrective Action:	Comply with Rule 606.	Date:	09/19/2025
Type	UNUSED EQUIPMENT		
Comment:	Signage at combustor unit on the southwest end of the Location states "Permanently Closed", indicating equipment is no longer in use. Equipment appears to be connected; unclear if VOC is closed per signage or still in use. If closed, equipment requires removal per Rule 606 requirements.		
Corrective Action:		Date:	

Overall Good:

Spills:			
Type	Area	Volume	
Comment:	Spill/Impacts observed within secondary containment at the tank battery facility on the east end of the Location.		
Corrective Action:	Control and contain spills/releases and clean up per Rule 912.a.		Date: 10/12/2025

In Containment: Yes

Comment:

Multiple Spills and Releases?

Equipment:			corrective date
Type:	#		
Comment:	Integrity concerns observed at "Slop Tank #1" Load line. Evidence of leaking observed.		
Corrective Action:	Securely fasten all valves, pipes, fittings, and Production Facilities to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 608.e.		Date: 09/19/2025
Type:	#		

Comment:	Line at "Slop Tank #1" missing required cap/plug.		
Corrective Action:	Comply with Rule 603.i.	Date:	09/27/2025

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type			
Comment:			
Corrective Action:		Date:	

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? _____ Production areas stabilized ? _____
 1003c. Compacted areas have been cross ripped? _____
 1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____
 Cuttings management: _____
 1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? **Fail**
 Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation **Fail**

1003e. INTERIM VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____
 TRANSECT RESULTS OF REFERENCE AREA% _____
 TOTAL % OF DESIRABLE VEGETATION COVER _____
 VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____ F

Comment It was observed in this inspection that the interim areas of the Location do not meet reclamation requirements; insufficient vegetative cover/vegetation has not achieved uniform distribution. Slopes on the Location are largely bare; with exception to the fill slopes on the North end of the Location, vegetation within the interim areas and soil stockpiles are predominantly Undesirable Plant Species such as Cheatgrass and Annual Wheatgrass. Desirable perennial vegetative establishment is sparse and not progressing towards ECMC Rule 1003.e standards.

Corrective Action Comply with 1003 Rules and Rule 1002.c. Date _____

Overall Interim Reclamation **Fail**

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment:

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____
 TRANSECT RESULTS OF REFERENCE AREA% _____
 TOTAL % OF DESIRABLE VEGETATION COVER _____
 VEGETATIVE COVER _____

Comment:

Corrective Action: Date: _____

Overall Final Reclamation Well Release on Active Location Multi-Well Location

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment:

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
404353173	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7231556
718100804	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7231538