

**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:

09/17/2025

Submitted Date:

09/21/2025

Document Number:

708907504

**FIELD INSPECTION FORM**

Loc ID 335814 Inspector Name: Smelser, Wayne 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:**

- 23 Number of Comments
- 5 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
Katz, Aaron		aaron.katz@state.co.us	
Haverkamp, Curtis		curtis.haverkamp@state.co.us	
Heil, John		john.heil@state.co.us	
QB ENERGY		ecmc.inspections@qb-energy.com	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
265355	WELL	PR	03/01/2019	GW	045-08989	CHEVRON 42-5D	PR
281978	WELL	PR	04/01/2025	GW	045-11607	CHEVRON 2F-4D	PR
281979	WELL	PR	03/01/2019	GW	045-11606	CHEVRON 12-4	PR

**General Comment:**

[This is a Field Inspection/Audit of the scout card, related documents and the location.](#)

**Location**

<b>Lease Road:</b>			
Type	Access		
comment:			
Corrective Action			Date:

Overall Good:

<b>Signs/Marker:</b>			
Type	BATTERY		
Comment:			
Corrective Action:			Date:
Type	WELLHEAD		
Comment:	Wellhead signs have previous operators name		
Corrective Action:			Date:
Type	TANK LABELS/PLACARDS		
Comment:			
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:

<b>Emergency Contact Number:</b>			
Comment:	911/970-285-2615		
Corrective Action:			Date: _____

Overall Good:

<b>Spills:</b>			
Type	Area	Volume	

In Containment: No \_\_\_\_\_

Comment: \_\_\_\_\_

Multiple Spills and Releases?

<b>Fencing/:</b>			
Type	WELLHEAD		
Comment:	Pipe rail fence		
Corrective Action:			Date:
Type	SEPARATOR		
Comment:	Barbed wire fence		
Corrective Action:			Date:
Type	TANK BATTERY		
Comment:	Hog panels & barbed wire fence Fencing showing some signs of disrepair		
Corrective Action:			Date:

<b>Equipment:</b>			corrective date
Type: Gas Meter Run	# 3		
Comment:			
Corrective Action:			Date:
Type: Deadman # & Marked	# 5		
Comment: <a href="#">Marked</a>			
Corrective Action:			Date:
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:			Date:
Type: Other	# 1		
Comment: <a href="#">Open ended load line</a>			
Corrective Action: <a href="#">Comply with CECMC Rule 603</a>			Date: <a href="#">09/28/2025</a>
Type: Plunger Lift	# 3		
Comment: <a href="#">All wells on plunger lift</a>			
Corrective Action:			Date:
Type: Bradenhead	# 3		
Comment: <a href="#">No form of pressure monitoring equipment located on bradenheads, bradenhead valves are accessible</a>			
Corrective Action:			Date:
Type: Other	# 1		
Comment: <a href="#">Flowline heating insulation open ended/wildlife hazard/available for entry by wildlife</a>			
Corrective Action: <a href="#">Comply with CECMC Rule 602</a>			Date: <a href="#">09/28/2025</a>
Type: Horizontal Heated Separator	# 3		
Comment:			
Corrective Action:			Date:
Type: Ancillary equipment	# 1		
Comment: <a href="#">Liquid nitrogen tank</a>			
Corrective Action:			Date:

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	400 BBLS	STEEL AST		
Comment: <a href="#">Tank failure - Multiple holes in tank/tank lacks integrity</a>					
Corrective Action: <a href="#">Comply with CECMC Rules 608 &amp; 609</a>					Date: <a href="#">10/21/2025</a>

**Paint**

Condition	
Other (Content)	
Other (Capacity)	
Other (Type)	

**Berms**

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Inadequate	Walls Insufficient	Base Insufficient	Inadequate	
Comment:	Multiple holes & damage to secondary containment liner/liner needs maintenance				
Corrective Action:	Comply with CECMC Rule 603			Date:	10/11/2025

**Venting:**

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

**Flaring:**

Type		
Comment:		
Corrective Action:		Date:

**Inspected Facilities**

Facility ID: 265355 Type: WELL API Number: 045-08989 Status: PR Insp. Status: PR

**Producing Well**

Comment:	<p>Producing - well on plunger lift</p> <p>Well lacks wellbore diagram/not in compliance with CECMC Rule 420</p> <p>Additionally the CHEVRON 2F-4D &amp; CHEVRON 12-4 wells also lack wellbore diagrams/not in compliance with CECMC Rule 420</p>	
Corrective Action:	<p>Comply with CECMC Rule 420 &amp; submit wellbore diagrams via FORM 4 SUNDRY or FORM 17</p>	Date: <u>10/21/2025</u>

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

Facility ID: 281978 Type: WELL API Number: 045-11607 Status: PR Insp. Status: PR

**Producing Well**

Comment:	<p>Producing - well on plunger lift</p> <p>Well lacks wellbore diagram/not in compliance with CECMC Rule 420</p>	
Corrective Action:		Date:

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

Facility ID: 281979 Type: WELL API Number: 045-11606 Status: PR Insp. Status: PR

**Producing Well**

Comment:	<p>Producing - well on plunger lift</p> <p>Well lacks wellbore diagram/not in compliance with CECMC Rule 420</p>	
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
Gravel						Sparse to none in most areas
		Culverts				
		Sediment Traps				
		Rip Rap				
		Ditches				
		Compaction				Light compaction in some sections
Compaction						Small amount of light compaction
		Gravel				Sparse to none in most sections

Comment:

Corrective Action:

Date: \_\_\_\_\_

**Pits:**     NO SURFACE INDICATION OF PIT

**ECMC Comments**

Comment	User	Date
<p>CECMC Inspection/Audit Report Summary                      On 09/17/2025 at approximately 13:58 hours, I, Compliance Specialist, Wayne Smelser Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC CHEVRON 42-5D (PARACHUTE CREEK 9 696)                      Location # 335814 in Garfield County Colorado.                      Location is within High Priority/Density/NSO/Black Bear Habitat areas.                      Location is approximately 379 yards from Rule 411b Generalized Intermediate &amp; External Buffers.                      Location is approximately 64 yards from Parachute Creek.                      While there, I observed normal production operations.</p> <p>During this inspection/audit the following compliance issues were observed:</p> <ol style="list-style-type: none"> <li>1. Equipment - Flowline heating insulation open ended/wildlife hazard - Comply with rule 602 with a CA date of 09/28/2025</li> <li>2. Equipment - Open ended load line - Comply with rule 603 with a CA date of 09/28/2025</li> <li>3. Tanks &amp; Berms - Tank failure - Multiple holes in tank/tank lacks integrity - Comply with rules 608 &amp; 609 with a CA date of 10/21/2025</li> <li>4. Tanks &amp; Berms - Holes in secondary containment liner/liner needs maintenance - Comply with rule 603 with a CA date of 10/11/2025</li> <li>5. Inspected Facilities - All 3 wells on location lack wellbore diagrams - Comply with rule 420 with a CA date of 10/21/2025</li> </ol> <p>Comments -</p> <p>Signs/Marker - Wellhead signs have previous operators name</p> <p>Fencing - Fencing around tank battery showing some signs of disrepair</p> <p>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</p>	smelserw	09/21/2025

**Attached Documents**

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

Document Num	Description	URL
404361948	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7246214">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7246214</a>
708907505	Inspection/Audit 708907504 Stormwater photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7246212">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7246212</a>
708907506	Inspection/Audit 708907504 photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7246213">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7246213</a>