

**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:

02/27/2026

Submitted Date:

03/03/2026

Document Number:

721100172

FIELD INSPECTION FORM

Loc ID 326580 Inspector Name: Blair, Jamie 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: 10749
Name of Operator: SIMCOE LLC
Address: 1199 MAIN AVE SUITE 101
City: DURANGO State: CO Zip: 81301

Findings:

- 12 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
Labowskie, Steve		steve.labowskie@state.co.us	
Natural, Mach		ehsinspections@machnr.com	
Blair, Jamie		jamie.blair@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
258261	WELL	PR	10/01/2025	CBM	067-08344	MCMAHAN 2	PR

General Comment:

On 02/26/2026 southwest compliance inspector James Blair performed a compliance inspection and audit of the Joe Hotter 2 well. A mixture of what appeared to be oil and water was observed pooled on the bottom of the skid mounted compressor. During the inspection, mechanic William (Jacob) from Twin Stars showed up on site and was made aware of the issue. Rig anchor markers were also missing. Photos are included as an attachemnt.

Location			
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	OTHER		
Comment:	well location near compressor sound shed. Photo 1.		
Corrective Action:			Date:
Emergency Contact Number:			
Comment:	24 hour = 970-247-6916. Emergency 911.		
Corrective Action:			Date: _____
Good Housekeeping:			
Type	OTHER		
Comment:	Stained soil beneath southeast corner of compressor skid. Photo 2.		
Corrective Action:	Conduct maintenance on equipment, clean up stained material and review self inspection process to comply with 1002.f.(2)d.		Date: <u>03/17/2026</u>
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	OTHER		
Comment:	cattle panel around compressor, meter run and tank.		
Corrective Action:			Date:
Type	OTHER		
Comment:	Cattle panel around wellhead.		
Corrective Action:			Date:
Equipment:			
Type: Flow Line # 1			corrective date
Comment:	3" steel		
Corrective Action:			Date:
Type: Vertical Heated Separator # 1			
Comment:			
Corrective Action:			Date:
Type: Bradenhead # 1			
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run # 1			
Comment:	7/14/25 calibration		
Corrective Action:			Date:

Type: Bird Protectors	# 1		
Comment:	VHS stack		
Corrective Action:			Date:
Type: Deadman # & Marked	# 4		
Comment:	One is marker missing and one is fallen over. Photos 8, 9.		
Corrective Action:	Install proper guy line markers per Rule 1003.a		Date: 03/17/2026
Type: Compressor	# 1		
Comment:	Oil/water mix on compressor skid indicates mainenance issue.		
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. Engineer, operate, and maintain equipment within the manufacturer's recommended specifications per Rule 608.e.		Date: 03/17/2026

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER		OTHER	PBV STEEL		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)	produced water with natural gas	
Other (Capacity)	21 bbl	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficent	Base Sufficent	Adequate
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

