

<b>FORM INSP</b> Rev 05/11	<b>State of Colorado</b> <b>Oil and Gas Conservation Commission</b> 1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109		DE ET OE ES
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Inspection Date: 04/23/2012

Document Number: 665400221

Overall Inspection: Unsatisfactory

**FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Tracking Type	Inspector Name: <u>PRECUP, JIM</u>
	<u>419638</u>	<u>419639</u>		

**Operator Information:**

OGCC Operator Number: 10350 Name of Operator: RANCHERS EXPLORATION PARTNERS LLC

Address: 7257 W 4TH STREET #3

City: GREELEY State: CO Zip: 80634

**Contact Information:**

Contact Name	Phone	Email	Comment
Roger Charbonneau	970-356-5500	Roger@rancher.com	

**Compliance Summary:**

QtrQtr: SWNW Sec: 24 Twp: 6N Range: 68W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Unsatisfactory	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
01/29/2011	200293884	CO	ND	U			N

**Inspector Comment:**

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**Related Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name
419638	WELL	XX	09/30/2010		069-06431	Retta J 1
419639	LOCATION	AC	09/30/2010		-	Retta J 1
420122	WELL	XX	10/28/2010		069-06432	Una 1

**Equipment:** Location Inventory

Special Purpose Pits: _____	Drilling Pits: _____	Wells: <u>2</u>	Production Pits: _____
Condensate Tanks: <u>2</u>	Water Tanks: <u>1</u>	Separators: <u>2</u>	Electric Motors: _____
Gas or Diesel Mortors: _____	Cavity Pumps: _____	LACT Unit: _____	Pump Jacks: _____
Electric Generators: _____	Gas Pipeline: _____	Oil Pipeline: _____	Water Pipeline: _____
Gas Compressors: _____	VOC Combustor: _____	Oil Tanks: <u>3</u>	Dehydrator Units: _____
Multi-Well Pits: _____	Pigging Station: _____	Flare: <u>2</u>	Fuel Tanks: _____

**Location**

Emergency Contact Number: (S/U/V) \_\_\_\_\_ Corrective Date: \_\_\_\_\_

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

Corrective Action: \_\_\_\_\_

**Spills:**

Type	Area	Volume	Corrective action	CA Date
<input type="checkbox"/> Multiple Spills and Releases?				

<b>Venting:</b>		
Yes/No	Comment	

<b>Flaring:</b>				
Type	Satisfactory/Unsatisfactory	Comment	Corrective Action	CA Date

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**Predrill**

Location ID: 419639

**Site Preparation:**

Lease Road Adeq.: \_\_\_\_\_ Pads: \_\_\_\_\_ Soil Stockpile: \_\_\_\_\_  
 Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_ CDP Num.: \_\_\_\_\_

**Form 2A COAs:**

Group	User	Comment	Date
OGLA	koepsear	Location is on steep slopes; therefore the cut and fill slopes should be constructed in such a manner to manage site drainage and slope stability. Slopes should be stabilized as soon as is practical after the location has been constructed.	09/28/2010
OGLA	koepsear	Operator must implement site-specific best management practices in accordance with good engineering practices, including, but not limited to, construction of a berm or diversion dike, site grading, or other comparable measures, sufficient to protect the drainage located 350 feet north east of the oil and gas location from a release of drilling, completion, produced fluids, and chemical products.	09/09/2010

**Wildlife BMPs:**

**Stormwater:**

Erosion BMPs	Present	Other BMPs	Present

Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_

Comments: Erosion BMPs: \_\_\_\_\_  
 Other BMPs: \_\_\_\_\_

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

**Staking:**

**On Site Inspection (305):**

Surface Owner Contact Information:

Name: \_\_\_\_\_ Address: \_\_\_\_\_  
 Phone Number: \_\_\_\_\_ Cell Phone: \_\_\_\_\_

Operator Rep. Contact Information:

Landman Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_  
 Date Onsite Request Received: \_\_\_\_\_ Date of Rule 306 Consultation: \_\_\_\_\_  
 Request LGD Attendance: \_\_\_\_\_

LGD Contact Information:

Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_ Agreed to Attend: \_\_\_\_\_

Summary of Landowner Issues:

\_\_\_\_\_

Summary of Operator Response to Landowner Issues:

\_\_\_\_\_

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

\_\_\_\_\_

**Environmental**

**Spills/Releases:**

Type of Spill: \_\_\_\_\_ Description: \_\_\_\_\_ Estimated Spill Volume: \_\_\_\_\_  
 Comment: \_\_\_\_\_

Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_  
 Reportable: \_\_\_\_\_ GPS: Lat \_\_\_\_\_ Long \_\_\_\_\_  
 Proximity to Surface Water: \_\_\_\_\_ Depth to Ground Water: \_\_\_\_\_

**Water Well:** \_\_\_\_\_ Lat \_\_\_\_\_ Long \_\_\_\_\_  
 DWR Receipt Num: \_\_\_\_\_ Owner Name: \_\_\_\_\_ GPS : \_\_\_\_\_

**Field Parameters:**

Sample Location: \_\_\_\_\_

<b>Complaint:</b>				
Tracking Num	Category	Assigned To	Description	Incident Date
200293703	ONSITE INSPECTION REQUEST	BINKLEY, ED	1/29/2011 site visit to inspect BMP. Silt fence located on N and E sides of location. Site has 15' cut on south and 10' cut west side. Bob cat and personnel finishing silt fence along east side of site. Small pieces of debris/ junk noted in pad construction. Drainage to east of site may impact east fill along location during flooding. ROW is steep grade 6% to NW of site with mud ramp built adjacent county road 3. Bermed area around location appears sufficient to divert rain water drainage above location grade.	01/28/2011
200293703	OTHER	STANCZYK, JANE	also have local environmental concerns because the site is below my property field drainage point. This is periodically flooded during rain and irrigation activity. This water normally continues across what is now the well site and down the arroyo and flows into the wetlands park at the bottom of our hill. They have removed much of the dirt of the upper channel directly below my property line and spread this dirt across the site. In addition the area they are grading appears to have been some landfill in the past. I was unaware of this activity until I saw them digging up old junk and spreading it to the edge of the arroyo.	01/28/2011
200347382	OTHER	BALDWIN, DEBBIE	This is becoming very urgent to address, since I'm reading in the newspaper that the landfill that was exposed during the excavation for the oil rig – now has irrigation water running through it and into our neighborhood areas. The impact of chemicals being transported to our river, lakes, and property are not understood.	04/23/2012
200347382	SETBACKS	BALDWIN, DEBBIE	<ul style="list-style-type: none"> <li>• Is there some location of documents stating if they are in compliancy with new set back rule?</li> <li>• Will there be ongoing testing of chemical runoff, sound compliancy and set back rules?</li> <li>• What are the rules for them working 24/7?</li> </ul>	04/23/2012
200347382	SURFACE WATER	BALDWIN, DEBBIE	<ul style="list-style-type: none"> <li>• Is there some location of documents stating if they are in compliancy with new set back rule?</li> <li>• Will there be ongoing testing of chemical runoff, sound compliancy and set back rules?</li> <li>• What are the rules for them working 24/7?</li> </ul>	04/23/2012

Emission Control Burner (ECB): \_\_\_\_\_  
 Comment: \_\_\_\_\_  
 Pilot: \_\_\_\_\_ Wildlife Protection Devices (fired vessels): \_\_\_\_\_

**Reclamation - Storm Water - Pit**

**Interim Reclamation:**

Date Interim Reclamation Started: \_\_\_\_\_ Date Interim Reclamation Completed: \_\_\_\_\_

Land Use: RANGELAND

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

- 1003a. Debris removed? \_\_\_\_\_ CM \_\_\_\_\_  
CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Waste Material Onsite? \_\_\_\_\_ CM \_\_\_\_\_  
CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Unused or unneeded equipment onsite? \_\_\_\_\_ CM \_\_\_\_\_  
CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Pit, cellars, rat holes and other bores closed? \_\_\_\_\_ CM \_\_\_\_\_  
CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Guy line anchors removed? \_\_\_\_\_ CM \_\_\_\_\_  
CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Guy line anchors marked? \_\_\_\_\_ CM \_\_\_\_\_  
CA \_\_\_\_\_ CA 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? \_\_\_\_\_

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 \_\_\_\_\_

1003 f. Weeds Noxious weeds? \_\_\_\_\_

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

Overall Interim Reclamation

**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: \_\_\_\_\_ Date Final Reclamation Completed: \_\_\_\_\_

Final Land Use: RANGELAND

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 \_\_\_\_\_

Inspector Name: PRECUP, JIM

Compaction alleviation \_\_\_\_\_ Dust and erosion control \_\_\_\_\_  
 Non cropland: Revegetated 80% \_\_\_\_\_ Cropland: perennial forage \_\_\_\_\_  
 Weeds present \_\_\_\_\_ Subsidence \_\_\_\_\_  
 Comment: \_\_\_\_\_  
 Corrective Action: \_\_\_\_\_ Date \_\_\_\_\_

Overall Final Reclamation

**Storm Water:**

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

S/U/V: \_\_\_\_\_ Corrective Date: \_\_\_\_\_  
 Comment: \_\_\_\_\_  
 CA: \_\_\_\_\_

**COGCC Comments**

Comment	User	Date
<p>Came to location to do a rig inspection and stormwater management inspection. I found that they were still in the process of rigging up on the drilling rig. It had been re-built and required some modifications.</p> <p>I did a walk around of the location and found that the onlyBMP's in place for stormwater was a silt fence that had been compromised and a berm that partially covered the north and east side of the location. thee were some bails set aside for possible noise mitigation. I did a walk around with Greg Hovivian -the company representative and talked about the lack of secondary containment on sewage, chemicals,rig oils, and the inadequacy of BMP's for stormwater management. He asked me to wait and talk to Mell Richards who was on the way. I talked to Mell Richards--who told me that they would provide storm water BMP's after they drilled the well --and the Owner of the drilling rig. I told him that was not an option. There were others who joined on the walk around. I discussed the same issues as I had previously addressed. He said that they would have a stormwater person review the problem and make corrections If necessary, We had some conversations from the drilling representative that he thought I was being to forceful and acted like I was being very aggressive. I appologized and said that I am concerned that there will be problems with stormwater issues and that we have already had complaints. He said that the people I was talking to had limited experience in drilling in Colorado. I told him that that was incorrect as I had already worked with Mell on the Rocky Flats Wells. I told tham I would be back to observe their operation.</p>	precupj	04/27/2012