

**FORM
INSP**Rev
05/11**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:

08/24/2016

Document Number:

674901269

Overall Inspection:

ACTION REQUIRED**FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	214053	325121	Hughes, Jim	<input type="checkbox"/>	

Operator Information:OGCC Operator Number: 10254Name of Operator: RED MESA HOLDINGS/O&G LLCAddress: 5619 DTC PARKWAY - STE 800City: GREENWOOD State: CO Zip: 80111

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED
- ☐ INSPECTOR REQUESTS FORM 42 WHEN CORRECTIVE ACTIONS ARE COMPLETED

Contact Information:

Contact Name	Phone	Email	Comment
Fischer, Alex		alex.fischer@state.co.us	
Edwards, Robert	609-841-4756	REdwards@giulianomiller.com	Giuliano Miller & Company, LLC
Giuliano, Alfred	856-767-3000	atgiuliano@giulianomiller.com	Trustee (All Inspections)

Compliance Summary:QtrQtr: NWSW Sec: 23 Twp: 33N Range: 12W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Action Required	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
04/01/2015	674601724	PR	SI	ACTION REQUIRED	In Process		No
03/31/2015	668402763	PR	PR	ACTION REQUIRED			No
01/29/2015	667700542	PR	PR	ACTION REQUIRED	In Process		No
10/15/2013	663401271	PR	PR	SATISFACTORY	In Process		No
08/15/2011	200321786	PR	PR	SATISFACTORY			No
08/15/2011	200318535	PR	PR	SATISFACTORY			No
04/09/2009	200208401	ES	PR	ACTION REQUIRED			No
12/04/2007	200123216	PR	PR	SATISFACTORY			No
10/30/2007	200121610	PR	PR	ACTION REQUIRED			Yes
09/04/2007	200121330	PR	PR	ACTION REQUIRED			Yes
05/21/2007	200112650	PR	PR	ACTION REQUIRED		Fail	Yes
01/22/2003	1104917	PR	PR	ACTION REQUIRED		Fail	Yes
10/27/1997	500146651	ES	PR			Pass	No
08/12/1997	500146650	PR	PR			Pass	No
06/12/1996	500146649	PR	PR			Pass	No
08/15/1995	500146648	PR	PR				No

Inspector Comment:

Inspector Name: Hughes, Jim

On August 24, 2016 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the Red Mesa Holdings LLC Sanchez #2. For the most recent field inspection report of this facility, please refer to document #674601724. Overall inspection status shall remain the same as that document until all corrective actions have been completed.

Related Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status	
214053	WELL	PR	01/28/2008	OW	067-05345	SANCHEZ 2	EI	<input checked="" type="checkbox"/>

Equipment:

Location Inventory

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

Location

Lease Road:

Type	Satisfactory/Action Required	comment	Corrective Action	Date
Access	ACTION REQUIRED	Access road is overgrown with weeds.	Comply with Rule 603.f using the Rule 603.f guidance document for further details.	09/29/2016

Signs/Marker:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
WELLHEAD	SATISFACTORY	Location sign mounted to stairway near 210 bbl. AST.		

Emergency Contact Number (S/AR): ACTION

Corrective Date: 04/13/2015

Comment: "No operator response when emergency contact number dialed; Voicemail only; No return phone call." Comment and corrective action date from inspection document #674601724.

Corrective Action: Install sign to comply with Rule 210.b.

Good Housekeeping:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
WEEDS	ACTION REQUIRED	Location is overgrown with weeds.	Comply with Rule 603.f using the Rule 603.f guidance document for further details.	09/29/2016

Spills:

Type	Area	Volume	Corrective action	CA Date
Crude Oil	Tank	<= 1 bbl	Impacted material near tank load out valve.	09/29/2016

☐ Multiple Spills and Releases?

Fencing/:

Type	Satisfactory/Action Required	Comment	Corrective Action	CA Date
PUMP JACK	SATISFACTORY	Guard fencing.		

Inspector Name: Hughes, Jim

Equipment:				
Type: Flow Line	# 1	Satisfactory/Action Required: SATISFACTORY		
Comment				
Corrective Action				Date:
Type: Pump Jack	# 1	Satisfactory/Action Required: SATISFACTORY		
Comment				
Corrective Action				Date:

Tanks and Berms:		<input type="checkbox"/> New Tank	Tank ID: _____	
Contents	#	Capacity	Type	SE GPS
CONDENSATE	1	OTHER	STEEL AST	37.088638, -108.125335
S/AR	SATISFACTORY		Comment:	
Corrective Action:			Corrective Date:	

Paint	
Condition	Adequate
Other (Content) _____	
Other (Capacity) 210 bbl.	
Other (Type) _____	

Berms				
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Inadequate	Walls Sufficient	Base Sufficient	Inadequate
Corrective Action	Repair or install berms or other secondary containment devices per Rule 906.d.(1).			Corrective Date 05/04/2015
Comment	Secondary containment berm has insufficient capacity. Weeds are present within bermed area. Corrective action date from inspection document #674601724.			

Venting:	
Yes/No	
Comment	

Flaring:	
Type	Satisfactory/Action Required
Comment:	
Corrective Action:	Correct Action Date:

Inspector Name: Hughes, Jim

Predrill

Location ID: 214053

Lease Road Adeq.: _____

Pads: _____

Soil Stockpile: _____

S/AR: _____

Corrective Action: _____ Date: _____ CDP Num.: _____

Form 2A COAs:

S/AR: _____ **Comment:** _____

CA: _____ **Date:** _____

Wildlife BMPs:

S/AR: _____ **Comment:** _____

CA: _____ **Date:** _____

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:

Facility

Facility ID: 214053 Type: WELL API Number: 067-05345 Status: PR Insp. Status: EI

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:

DWR Receipt Num: _____ Owner Name: _____ GPS : _____ Lat _____ Long _____

Inspector Name: Hughes, Jim

Field Parameters:

Sample Location: _____

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: _____

Comment: _____

1003a. Waste and Debris removed? _____

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 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:

Inspector Name: Hughes, Jim

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 _____

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

S/A/V: _____ Corrective Date: _____

Comment: _____

CA: _____

Pits: ☐ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
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Attached Documents

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

Document Num	Description	URL
674901269	INSPECTION APPROVED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3939362
674901270	210 bbl. AST with weeds present inside berm.	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3939359
674901271	Location and access road are overgrown with weeds.	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3939360
674901272	Impacted material below load out valve.	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3939361