

**FORM
INSP**Rev
X/15**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:

03/11/2019

Submitted Date:

03/12/2019

Document Number:

689900462

FIELD INSPECTION FORM

Loc ID Inspector Name: On-Site Inspection ☐
 436291 COSTA, RYAN 2A Doc Num: _____

Operator Information:

OGCC Operator Number: 10496

Name of Operator: CRAZY 8 ENERGY LLC

Address: 9122 COUNTY ROAD HH

City: LAMAR State: CO Zip: 81052

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

8 Number of Comments

4 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
Joe Mazotti		joemazotti@gmail.com	
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RIEMENSCHNEIDER DAVID		dar1463@gmail.com	
Axelson, John		john.axelson@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
436290	WELL	PA	04/26/2014	LO	025-06020	Padilla 1	RI

General Comment:**Reclamation Inspection**

This inspection is being entered for notification and documentation only and is not intended to provide the Operator the opportunity to resolve the alleged violations without the imposition of a penalty, pursuant to Rule 522.c. The corrective actions need to be performed immediately.

Inspected FacilitiesFacility ID: 436290 Type: WELL API Number: 025-06020 Status: PA Insp. Status: RI**Complaint**

Comment: Complaint #200447053 - Colorado Division of Water Resource
Location: NE Q NE Q section 8 township 22S Range 58W. Location ID: 436291. API # 05-025-06020.
Padilla #1, location ID 436291
Issue: Two ponds remain after they drilled a well around the date of March 2014. The well has been plugged since but the two ponds remain. These ponds are pond pits and are not in compliance with our stock water pond descriptions. These ponds must be pumped out, drained and backfilled due to this area being in a drainage that is tributary to the Arkansas River. The west pond does not go dry and is probably receiving groundwater. The East pond is partially lined doesn't hold much water. All runoff and storm runoff currently run into these two ponds which needs to go back to the river. Even if Mr. Padilla would want these two ponds for stock watering, it would not qualify under the rules for a stock water pond. No headgate or dirt dam to release all water and drainage must be dry 80% of the time during the year. These two ponds are not in compliance with the groundwater rules of the Arkansas River Basin Rules.

Corrective Action:

Date:

Reclamation - Storm Water - Pit**Interim Reclamation:**

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

Land Use: IRRIGATED

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

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? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

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

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

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? _____

Comment _____

Corrective Action _____ Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

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

Final Land Use: IRRIGATED _____

Reminder: _____

Comment: _____

Well plugged Pass

Pit mouse/rat holes, cellars backfilled Fail

Debris removed Fail

No disturbance /Location never built _____

Access Roads Regraded _____

Contoured _____

Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed Fail

Locations, facilities, roads, recontoured Fail

Compaction alleviation Fail

Dust and erosion control Fail

Non cropland: Revegetated 80% Fail

Cropland: perennial forage Fail

Weeds present Fail

Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

<p>The two drilling pits have not been backfilled and reclaimed. One pit has torn pit liner debris that must be properly removed and disposed. Water remains in the pits and must be pumped out to sufficiently dry the pits. Pits will need to be closed and sampled per 900 series rules. There are ditches directed toward the pits that must be filled in. There is a lack of vegetation at the location and soils are susceptible to erosion. There are undesirable weeds throughout the location. All backfilling of pits, recontouring, soil decompaction, and reclamation must be completed by April 30, 2019. Corrective Action does not preclude from enforcement action.</p>		Date: _____
Corrective Action:	Comply with 1004 Rules	

Overall Final Reclamation **Fail** 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:	Soils are not protected or stabilized and are susceptible to erosion. There are insufficient BMP's installed to prevent erosion. Corrective Action does not preclude from enforcement action.	Date: _____
Corrective Action:	Install or repair required BMPs per Rule 1002.f.	

Pits: ☐ NO SURFACE INDICATION OF PIT

Type: <u>Drilling Pit</u>	Lined:	Pit ID:	Lat:	Long:
Reference Point: _____	Other: _____	Length: _____	Width: _____	

Lining:

Liner Type: <u>Plastic</u>	Liner Condition: <u>Inadequate</u>	
Comment:	Liner not maintained. Corrective Action does not preclude from enforcement action.	
Corrective Action	Pit liner compromised (Rule 904). Reduce fluid level in pit, contact COGCC EPS staff for directives.	Date: <u>03/13/2019</u>

Fencing:

Fencing Type: <u>None</u>	Fencing Condition:	
Comment:		
Corrective Action		Date:

Netting:

Netting Type:	Netting Condition:	
Comment:		
Corrective Action		Date:

Anchor Trench Present:	Oil Accumulation:	2+ feet Freeboard:
Comment:	Corrective Action does not preclude from enforcement action.	
Corrective Action	Contact COGCC EPS and Reclamation staff regarding drilling pit closure per rules 905.a and 1003.d.	
		Date: <u>03/22/2019</u>

Monitoring:	Monitoring Type	Comment`
	None	

COGCC Comments

Comment	User	Date
There was a dead cow in the north pit at the location.	CostaR	03/12/2019

See Form 2A COA's:

There was one pit lined however, the liner was torn and not maintained. The other pit did not appear to be lined. There were insufficient BMP's to protect the intermittent stream.

CostaR

03/12/2019

Attached Documents

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

Document Num	Description	URL
401970313	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4761061
689900463	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4761045