

**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:

08/10/2020

Submitted Date:

08/10/2020

Document Number:

696302246

FIELD INSPECTION FORM

Loc ID 431925 Inspector Name: PETRIE, ERICA On-Site Inspection 2A Doc Num: _____

Operator Information:

OGCC Operator Number: 10651
Name of Operator: VERDAD RESOURCES LLC
Address: 1125 17TH STREET SUITE 550
City: DENVER State: CO Zip: 80202

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Findings:

- 14 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
,		Regulatory@verdadoil.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
431922	WELL	PR	03/01/2017	OW	123-36864	Nelson 5-17-9-60	PR
431923	WELL	SI	02/01/2020	OW	123-36865	Nelson 3-17-9-60	SI
431927	WELL	SI	05/01/2020	OW	123-36868	Nelson 2-17-9-60	SI
431928	WELL	PR	07/09/2013	OW	123-36869	Nelson 4-17-9-60	PR

General Comment:

Location

Overall Good:

Signs/Marker:

Type	BATTERY		
Comment:	Adequate		
Corrective Action:			Date:
Type	TANK LABELS/PLACARDS		
Comment:	South West Produced Water Tanks missing Content and Capacity. North West Produced Water missing Content. See photos		
Corrective Action:	Comply with Rule 210.d.		Date: 09/10/2020
Type	WELLHEAD		
Comment:	3-17-9-60 - Missing Wellhead sign, see photos		
Corrective Action:	Comply with Rule 210.b.		Date: 09/10/2020
Type	CONTAINERS		
Comment:	Adequate		
Corrective Action:			Date:

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

Type	WEEDS		
Comment:	Weeds at the back of Pumping Units, 3-17-9-60 wellhead, see photos		
Corrective Action:	Comply with Rule 603.f.		Date: 09/10/2020
Type	WEEDS		
Comment:	Weeds are abundant in Reclamation area. See photos		
Corrective Action:	Comply with Rules 603.f. and 1003.f.		Date: 09/10/2020

Overall Good:

Spills:

Type	Area	Volume		
------	------	--------	--	--

In Containment: No

Comment:

Multiple Spills and Releases?

Equipment:

Type			corrective date
Type: Vertical Heater Treater	# 4		
Comment:			
Corrective Action:			Date:
Type: Flare	# 1		
Comment:			
Corrective Action:			Date:
Type: Pump Jack	# 4		

Comment:			
Corrective Action:			Date:
Type: Bradenhead	# 4		
Comment:	Appear to be plumbed to surface		
Corrective Action:			Date:
Type: Emission Control Device	# 2		
Comment:			
Corrective Action:			Date:
Type: Vertical Separator	# 4		
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 5		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	4	400 BBLs	FIBERGLASS AST		,
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Comment:	Shares berm with the Crude Oil Tanks			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	12	400 BBLs	STEEL AST		40.743140,-104.120300
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance

Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate	
Comment:					
Corrective Action:					Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type	Field Flare	
Comment:		
Corrective Action:		
		Date:

Inspected Facilities

Facility ID: 431922 Type: WELL API Number: 123-36864 Status: PR Insp. Status: PR

Producing Well

Comment: PR

Corrective Action:

Date:

Facility ID: 431923 Type: WELL API Number: 123-36865 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned

Reminder: _____

Comment: SI

Corrective Action:

Date: _____

Facility ID: 431927 Type: WELL API Number: 123-36868 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned

Reminder: _____

Comment: SI

Corrective Action:

Date: _____

Facility ID: 431928 Type: WELL API Number: 123-36869 Status: PR Insp. Status: PR

Producing Well

Comment: PR

Corrective Action:

Date:

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		Gravel				

Comment:

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
<p>COGCC Inspection Report Summary On Tuesday 08/04/2020 at approximately 14:17, I, Inspector Erica Petrie, conducted a Field Inspection at Verdad Resources LLC, Nelson 2-17-9-60 PAD/Facility, at Location #422744 in Weld County, Colorado. While there, I observed Production Operations During this inspection the following possible compliance issues were observed: Weeds are abundant in the Reclamation area. Control weeds per Rules 603.f. and 1003.f. Corrective Action Date 09.10.2020. Weeds at the Back of the Pumping Units and 3-17-9-60 Wellhead. Control weeds per Rules 603.f. Corrective Action Date 09.10.2020. Southwest Produced Water Tanks are missing Content and Capacity Labels, Northwest Produced Water Tank is missing the Content. See Photos. Comply with Rule 210.d. Corrective Action Date 09.10.2020. 3-17-9-60 Wellhead is missing Signage. Comply with Rule 210.b. Corrective Action Date 09.10.2020. A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of the Inspection Report.</p>	petrie	08/10/2020

Attached Documents

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

Document Num	Description	URL
696302247	Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5220450