

**FORM
INSP**Rev
X/20**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:

05/19/2021

Submitted Date:

05/19/2021

Document Number:

696303266

FIELD INSPECTION FORMLoc ID 317747 Inspector Name: PETRIE, ERICA On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 70385

Name of Operator: SMITH ENERGY CORP

Address: 12706 SHILOH RD

City: GREELEY State: CO Zip: 80631

Status Summary:

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

Findings:

15 Number of Comments

6 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 |
|--------------|----------------|----------------------------------|---------|
| , | | dnr_cogccengineering@state.co.us | |
| Smith, Glenn | (970) 386-6253 | gsmithten@what-wire.com | |
| Smith, Chris | (970) 330-7034 | smithenergy@live.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|--------------------|-------------|
| 239908 | WELL | SI | 06/01/2018 | GW | 123-07696 | WELD-WEITZEL 11-33 | SI |

General Comment:

Follow-Up Inspection to FIR 696300755 dated 10.24.2019

Location

Overall Good: ☒

| | | | |
|----------------------|--|-------|------------|
| Signs/Marker: | | | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | Crude Oil Tanks - NFPA Labels have faded no longer visible | | |
| Corrective Action: | Install sign to comply with Rule 605.h. | Date: | 06/18/2021 |
| Type | WELLHEAD | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|---|-------|------------|
| Type | OTHER | | |
| Comment: | Stained Soil and Mechanical Conditions at Wellhead, Gas Engine, and Heater Treater. See photos | | |
| Corrective Action: | For localized stained soils or oily waste - "Properly dispose of oily waste in accordance with 905.e." Securely fasten all valves, pipes, fittings, and Production Facilities to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 608.e. | Date: | 06/04/2021 |
| Type | WEEDS | | |
| Comment: | Weeds at Tanks, Heater Treater, Water Tank, and Pumping Unit. See photos | | |
| Corrective Action: | Comply with Rule 606 | Date: | 11/25/2019 |

Overall Good: ☐

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|--------------------|---------------------|-------|--|
| Fencing/: | | | |
| Type | TANK BATTERY | | |
| Comment: | Water Tank - Panels | | |
| Corrective Action: | | Date: | |
| Type | TANK BATTERY | | |
| Comment: | Barbed Wire | | |
| Corrective Action: | | Date: | |
| Type | PUMP JACK | | |

| | | | |
|--------------------|-------------|-------|--|
| Comment: | Barbed Wire | | |
| Corrective Action: | | Date: | |
| Type | SEPARATOR | | |
| Comment: | Barbed Wire | | |
| Corrective Action: | | Date: | |

| | | | |
|-------------------------------|---|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Pump Jack | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 0 | | |
| Comment: | Bradenhead does NOT appear to be plumbed to surface | | |
| Corrective Action: | Install appropriate fittings to allow bradenhead visual inspection as per Rule 419.a.(1), (2) | Date: | 05/31/2021 |
| Type: Deadman # & Marked | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heater Treater | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS | |
|--------------------|---|----------|----------|---------|-----------------------|-------|
| PRODUCED WATER | 1 | OTHER | Open Top | | 40.529380,-104.102100 | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | 30 BBLS | |
| Other (Type) | | |

Berms

| | | | | | | | | | | |
|--------------------|----------|---|---------------------|-----------|---------------------|---------|-------------|-----------------------|-------|------------|
| Type | Capacity | | Permeability (Wall) | | Permeability (Base) | | Maintenance | | | |
| Earth | Adequate | | Walls Sufficent | | Base Sufficient | | Adequate | | | |
| Comment: | | | | | | | | | | |
| Corrective Action: | | | | | | | | | Date: | |
| Contents | | # | Capacity | Type | | Tank ID | | SE GPS | | |
| CRUDE OIL | | 2 | 300 BBLS | STEEL AST | | | | 40.529360,-104.101430 | | |
| Comment: | | Tanks are rusted, peeling paint. | | | | | | | | |
| Corrective Action: | | Inspect, maintain and repair tanks to comply with rule 609.b. | | | | | | | Date: | 01/27/2020 |

Paint

Inspector Name: PETRIE, ERICA

| | | |
|------------------|------------|--|
| Condition | Inadequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

| | | | | | |
|--------------------|----------|---------------------|---------------------|-------------|-------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Earth | Adequate | Walls Sufficient | Base Sufficient | Adequate | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Venting:

| | | | |
|--------------------|--|--|-------|
| Yes/No | | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Flaring:

| | | | |
|--------------------|--|--|-------|
| Type | | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Inspected FacilitiesFacility ID: 239908 Type: WELL API Number: 123-07696 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: SI - Since 06.01.2018. NO MIT on Record
Well is overdue for Mechanical Integrity Test. MIT requires 10-day notification via Form 42.
Well plugging requires an approved Form 6 Intent to Abandon to Plug Well.

Corrective Action: Produce well after performing successful mechanical integrity test per Rule 417 or plug well. To maintain shut-in status, the well must be able to demonstrate ability to produce without mechanical intervention.

Date: 06/18/2021

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

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Seeding | | Gravel | | | | |

Comment: Pasture/CRPCorrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

| Comment | User | Date |
|---|--------|------------|
| <p>COGCC Inspection Report Summary</p> <p>On Tuesday 05/18/2021 at approximately 12:29 I, Inspector Erica Petrie, conducted a Field Follow-Up Inspection at Smith Energy Corp, Weld Weitzel 11-33, at Location #317747 in Weld County, Colorado.</p> <p>During this inspection the following possible compliance issues were observed:</p> <p>Weeds at Tanks, Heater Treater, Water Tank and Pumping Unit. See Photos. Comply with Rule 606. Corrective Action date REMAINS the same at 11.25.2019. CA Issues NOT addressed.</p> <p>Tank NFPA labels are faded no longer visible on the Crude Oil Tanks. See Photos. Comply with Rule 605.h. Corrective Action date REMAINS the same at 11.25.2019. CA Issues NOT addressed.</p> <p>Crude Oil Tanks are rusted, paint is peeling. See photo. Comply with Rule 609.b. Corrective Action date REMAINS the same at 11.25.2019. CA Issues NOT addressed.</p> <p>Stained Soil and Mechanical Conditions at Wellhead, Gas Engine and Heater Treater. See photos. Comply with Rules 905.d. and 608.e. Corrective Action date 05.31.2021</p> <p>SI - Since 06.01.2018. NO MIT on Record. Well is overdue for Mechanical Integrity Test. MIT requires 10-day notification via Form 42.</p> <p>Well plugging requires an approved Form 6 Intent to Abandon to Plug Well. Produce well after performing successful mechanical integrity test per Rule 417 or plug well. To maintain shut-in status, the well must be able to demonstrate ability to produce without mechanical intervention. Corrective Action date 06.18.2021 or as Stated by COGCC Engineering Department.</p> <p>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 inspection report.</p> | petrie | 05/19/2021 |

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 402695585 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5434718 |
| 696303267 | Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5434705 |