

**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:

07/26/2022

Submitted Date:

07/28/2022

Document Number:

697504073**FIELD INSPECTION FORM**Loc ID 466345 Inspector Name: Binschus, Chris On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**OGCC Operator Number: 10651Name of Operator: VERDAD RESOURCES LLCAddress: 1125 17TH STREET SUITE 550City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**6 Number of Comments3 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
		dylan.edwardson@state.co.us	
,		Regulatory@verdadoil.com	<b>ALL INSPECTIONS</b>
Cugnetti, Mike		Mcugnetti@verdadoil.com	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
466340	WELL	XX	12/17/2021		123-50303	Boydston 3535-08H	CI
466341	WELL	XX	12/17/2021		123-50304	Boydston 3535 01H	CI
466342	WELL	XX	12/17/2021		123-50305	Boydston 3535-05H	CI
466343	WELL	XX	12/17/2021		123-50306	Boydston 3535-02H	CI
466344	WELL	XX	12/17/2021		123-50307	Boydston 3535-06H	CI
466346	WELL	XX	12/17/2021		123-50308	Boydston 3535-04H	CI
466347	WELL	XX	12/17/2021		123-50309	Boydston 3535-03H	CI

**General Comment:**This is a Construction and Stormwater Inspection in response to Form 42: Notice of construction- Document #403062460.

**Location**Overall Good: ☐

Emergency Contact Number:

Comment: Corrective Action: Date: **Good Housekeeping:**

Type	TRASH		
Comment:	Trash and debris were observed off location. Refer to the attached inspection photos.		
Corrective Action:	Comply with Rule 606, which includes collecting all trash and debris that has blown off location.		Date: 07/26/2022
	The corrective action date is the date the location was observed out of compliance.		

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?**Venting:**

Yes/No			
Comment:			
Corrective Action:		Date:	

**Flaring:**

Type		
Comment:		
Corrective Action:		Date:

### Location Construction

Location ID: 466345 CDP: \_\_\_\_\_

Comment: Per Rule 406.c. a copy of the approved Form 2A was posted on location. Based on the Location Drawing and field observations, this appears to be in compliance with the approved Form 2A for the permitted disturbance area.

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

#### Form 2A COAs:

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

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

#### Wildlife BMPs:

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

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

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

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

#### 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:

\_\_\_\_\_

Inspected Facilities				
Facility ID: <u>466340</u>	Type: <u>WELL</u>	API Number: <u>123-50303</u>	Status: <u>XX</u>	Insp. Status: <u>CI</u>
Facility ID: <u>466341</u>	Type: <u>WELL</u>	API Number: <u>123-50304</u>	Status: <u>XX</u>	Insp. Status: <u>CI</u>
Facility ID: <u>466342</u>	Type: <u>WELL</u>	API Number: <u>123-50305</u>	Status: <u>XX</u>	Insp. Status: <u>CI</u>
Facility ID: <u>466343</u>	Type: <u>WELL</u>	API Number: <u>123-50306</u>	Status: <u>XX</u>	Insp. Status: <u>CI</u>
Facility ID: <u>466344</u>	Type: <u>WELL</u>	API Number: <u>123-50307</u>	Status: <u>XX</u>	Insp. Status: <u>CI</u>
Facility ID: <u>466346</u>	Type: <u>WELL</u>	API Number: <u>123-50308</u>	Status: <u>XX</u>	Insp. Status: <u>CI</u>
Facility ID: <u>466347</u>	Type: <u>WELL</u>	API Number: <u>123-50309</u>	Status: <u>XX</u>	Insp. Status: <u>CI</u>

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

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

Land Use: RANGELAND

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 \_\_\_\_\_ Fail \_\_\_\_\_

Comment

Operator has only temporarily stabilized the topsoil stockpile with equipment tracking and erosion is starting to occur.

Per Rule 1002.c., all stockpiles shall be protected from degradation due to contamination, compaction and, to the extent practicable, from wind and water erosion during drilling and production operations.

Corrective Action

Comply with Rule 1002.c.

The corrective action date is the date the location was observed out of compliance.

Date **07/26/2022**

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 REVEGETATION**Cropland

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: 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 \_\_\_\_\_

Compaction alleviation \_\_\_\_\_ Dust and erosion control \_\_\_\_\_

Non cropland: Revegetated 80% \_\_\_\_\_ Cropland: perennial forage \_\_\_\_\_

Weeds present \_\_\_\_\_ Subsidence \_\_\_\_\_

## 1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% \_\_\_\_\_

TRANSECT RESULTS OF REFERENCE AREA% \_\_\_\_\_

TOTAL % OF DESIRABLE VEGETATION COVER \_\_\_\_\_

VEGETATIVE COVER \_\_\_\_\_

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
<p><b>Comment:</b> Operator has failed to install sufficient stormwater BMPs to comply with Rule 1002.f. Sediment laden stormwater has discharged off location along the northeastern perimeter; the northeastern portion of the ditch BMP has not been properly stabilized as gully erosion was observed; the culvert that intersects the access road and ditch does not have inlet or outlet protection; fill slopes have only been temporarily stabilized.</p> <p>If the Operator only performs repairs to the previous stormwater BMPs, this will not be sufficient. Operator needs to install more robust stormwater BMPs.</p>						
<p><b>Corrective Action:</b> Comply with Rule 1002.f. to install sufficient stormwater BMPs to stabilize fill slopes, culverts, fill slopes and install sufficient stormwater BMPs to prevent the discharge of sediment off location.</p> <p>The corrective action date is the date the location was observed out of compliance.</p>						<p><b>Date:</b> 07/26/2022</p>
<p><b>Pits:</b> <input type="checkbox"/> NO SURFACE INDICATION OF PIT</p>						

**Attached Documents**

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

Document Num	Description	URL
697504074	Inspection Photos	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5815180">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5815180</a>