

FORM
INSPRev
X/20State of Colorado
Oil and Gas Conservation Commission1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

03/21/2023

Submitted Date:

03/21/2023

Document Number:

702501016

FIELD INSPECTION FORM

 Loc ID 336393 Inspector Name: Burchett, Kirby On-Site Inspection 2A Doc Num:
Status Summary:

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

Operator Information:

OGCC Operator Number: 10775

Name of Operator: KT RESOURCES LLC

Address: 3381 WESTBROOK LANE

City: HIGHLANDS State: CO Zip: 80129

Findings:

20 Number of Comments

5 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
Kellerby, Shaun	(970) 712-1248	shaun.kellerby@state.co.us	
Boulger, Levin		levin@kt-res.com	
Gale, Tony	(303) 886-8733	tony@kt-res.com	
Adams, Karen	(303) 886-8733	adams@kt-res.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
232226	WELL	PR	11/01/2022	GW	103-09897	WRD WYATT 25-44	PR
232234	WELL	SI	06/01/2020	GW	103-09905	WRD WYATT 25-44W	SI

General Comment:[COGCC Inspection Report Summary](#)

On Tuesday, 03/21/2023, Inspector Kirby Burchett, conducted a routine field inspection at KT Resources LLC on the WRD Wyatt 25-44, Location #336393, in Rio Blanco County, Colorado.

This location is within or in close proximity to Parks and Wildlife (CPW) High Priority/NSO/Density/Other Consultation Habitats. Any Corrective Actions from previous Inspections are still applicable.

WRD Wyatt 25-44W is overdue for a required Mechanical Integrity Test. Warning Letter #403159971 with a Corrective Action date of 11/30/22 sent on 9/9/22.

While there, observing normal operations the following compliance issues were found:

1. No labeling on chemical tank.
2. Unidentified metal tank on stand.
3. WRD Wyatt 25-44W well with no Bradenhead access.
4. Unused equipment storage on location.
5. Stormwater BMPs lacking or not maintained.

Refer to attached photographs for Corrective Actions.

A follow up on this site inspection will be conducted to ensure all compliance issues have been corrected to comply with COGCC rules.

Location			
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Chemical tank labels illegible and peeling off. Unidentified metal tank on stand.		
Corrective Action:	Containers that are used to store, treat, or otherwise handle a hazardous material and which are required to be marked, placarded, or labeled in accordance with the U.S. Department of Transportation's Hazardous Materials Regulations, will retain the markings, placards, and labels on the Container. Such markings, placards, and labels will be retained on the Container until it is sufficiently cleaned of residue and purged of vapors to remove any potential hazards.	Date:	<u>04/24/2023</u>
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	<u>911 / (800) 288-0560</u>		
Corrective Action:		Date:	
Good Housekeeping:			
Type	UNUSED EQUIPMENT		
Comment:	Old equipment not in use stored on location		
Corrective Action:	The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.	Date:	<u>04/24/2023</u>
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	TANK BATTERY		
Comment:	Braided wire		
Corrective Action:		Date:	
Equipment:			
Type: Other	# 1	corrective date	
Comment:	WRD Wyatt 25-44W. Well on free flow.		

Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:	WRD Wyatt 25-44 well		
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Calibration card indicates meter has been calibrated within the last year.		
Corrective Action:		Date:	
Type: Ancillary equipment	# 2		
Comment:	Chemical tanks on plastic containments		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Metal tank on stand inside tank containment.		
Corrective Action:		Date:	
Type: Prime Mover	# 1		
Comment:	Water pump house		
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	WRD Wyatt 25-44. Valves are accessible. WRD Wyatt 25-44W. Bradenhead inaccessible or not visible.		
Corrective Action:	Install appropriate fittings to allow Bradenhead visual inspection.	Date:	04/03/2023
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Emission Control Device	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	1	300 BBLS	HEATED STEEL AST		,
Comment:	Loadline has plug in place				
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:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	2	500 BBLs	STEEL AST		
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Other	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment: Berm is combination of metal and earth construction				
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities

Facility ID: 232226 Type: WELL API Number: 103-09897 Status: PR Insp. Status: PR

Producing Well

Comment: Plunger lift

Corrective Action:

Date:

Facility ID: 232234 Type: WELL API Number: 103-09905 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned

Reminder: _____

Comment: Last Report - 01/2023
Last production - 05/2020
No current MIT on record or delinquent as required by Rule 417

Corrective Action:

Perform successful mechanical integrity test. If a successful MIT can not be performed within 30 day CA time the well must be plugged within 3 months per Rule 417 and 210. Warning letter #403159971 sent on 9/9/22 with a corrective action date of 11/30/22. COGCC records indicate no response has been received.

Date: 04/24/2023

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Ditches						
		Ditches				Location is beside county road.
				Material Handling And Spill Prevention	Fail	Maintain labeling.
Berms						

Comment: Location lacks stabilization. Insufficient tracking BMP at entrance to location.

Corrective Action: Provide proper BMPs to prevent sediment migration from location. Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control Stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. Oil and gas operators shall implement and maintain vehicle tracking Best Management Practices (BMPs) to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Date: 04/10/2023

Pits: NO SURFACE INDICATION OF PIT

Attached Documents

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

Document Num	Description	URL
403352452	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6058122
702501017	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6058116