

**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:

03/31/2023

Submitted Date:

04/04/2023

Document Number:

696204815

FIELD INSPECTION FORMLoc ID 322414 Inspector Name: Trujillo, Aaron On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 51130

Name of Operator: LOCIN OIL CORPORATION

Address: 600 TRAVIS ST STE 6161

City: HOUSTON State: TX Zip: 77002

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

16 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
		taylor.elm@state.co.us	
Toews, Wesley		wtoews@blm.gov	
		hsirvent@locinoil.com	
		dbenedict@locin.energy	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
210444	WELL	SI	06/01/2020	GW	045-06200	FEDERAL 12-3	RI
322414	LOCATION	AC			-	FEDERAL-68S104W 3SWNW	RI

General Comment:

On 3/31/2023, Reclamation Specialist Trujillo inspected Locin Oil Corporation's FEDERAL #12-3 Location in Garfield County, Colorado.

Location Federal Surface/Federal Mineral.

The following compliance issues were observed during this inspection:

- Wildlife Mortality
- Inadequate wildlife protection BMPs
- Inadequate containment BMP
- Tank signage/labeling
- Stormwater

Refer to the "Location", "Reclamation" and "stormwater" sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

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

Location

Lease Road:			
Type	Access		
comment:	See "Stormwater" for issues related to the access road.		
Corrective Action	L	Date:	

Overall Good: ☐

Signs/Marker:			
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Label information at what appears to be the methanol tank/container stored adjacent to wellhead no longer legible.		
Corrective Action:	Comply with Rule 605.h	Date:	05/04/2023
Type	TANK LABELS/PLACARDS		
Comment:	Signage at the produced water tank posted with incorrect Operator information.		
Corrective Action:	Comply with 605.h	Date:	05/04/2023

Emergency Contact Number:			
Comment:	970-858-7549/911		
Corrective Action:		Date:	

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Hog Paneling		
Corrective Action:		Date:	
Type	TANK BATTERY		
Comment:	Hog Paneling		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Other	#		

Comment:	It was observed in this inspection that wildlife protection BMPs at the methanol tank have not been installed or maintained in such a manner that minimizes adverse impacts to wildlife resources; wire fencing used has not been properly secured, or contain holes, which has resulted in bird mortality within the secondary containment; bird species observed appears to be Spotted Towhee (Pipilo maculatus).			
	This issue has been forwarded to CPW and USFWS.			
Corrective Action:	Install or repair wildlife protection equipment.		Date:	04/07/2023
Type: Other		#		
Comment:	It was observed in this inspection that the wildlife protection BMPs (Netting) at the pit is in disrepair; holes/tears within netting observed.			
Corrective Action:	Install or repair wildlife protection equipment.		Date:	04/07/2023

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
PRODUCED WATER	1	<100 BBLs	STEEL AST		,	
Comment:	See "Signs/Markers" for labeling requirements.					
Corrective Action:						Date:

Paint

Condition		
Other (Content)		
Other (Capacity)	95 BBL	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth				
Comment:	Containment BMP appeared to be in proper functioning condition at time of inspection. However additional compaction may be necessary due to shrinkage/expansion from freezing/thawing of soils			
Corrective Action:				Date:

Venting:

Yes/No		
Comment:		
Corrective Action:		Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 210444 Type: WELL API Number: 045-06200 Status: SI Insp. Status: RI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Records show well status of "Shut In" since June 2020. Form 5B 403291584 on file per Inactive Well requirements.

Operator submitted Form 4 #403053845 requesting approval of alternative MIT based on bradenhead testing. Sundry was approved with conditions requiring annual bradenhead tests reported on a Form 17.

Last test date 5/06/2022; 2023 bradenhead test required no later than 5/06/2023

Corrective Action: _____ Date: _____

Facility ID: 322414 Type: LOCATION API Number: - Status: AC Insp. Status: RI

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
				Material Handling And Spill Prevention	Fail	Methanol Tank
			Fail			Access road

Comment: [See "COGCC Comments" for Stormwater comments.](#)

Corrective Action: **Ensure containment BMP remains adequate to contain a spill; remove and properly dispose fluids from containment.**

Comply with Rule 1002.f.(2) and install or repair required BMPs, including vehicle tracking controls, at the access road to minimize erosion, degradation and sediment transport. Ensure BMPs are implemented in accordance with good engineering practices, and maintained in proper functioning condition; Ensure access road is properly engineered/maintained in such a manner that minimizes erosion, alteration of natural features, degradation, and impacts to Waters of the State (Salt Creek).

Ongoing stormwater monitoring/management is required until Location receives a passing final reclamation inspection.

Date: 04/07/2023

Pits: ☐ NO SURFACE INDICATION OF PIT

Permit:	Facility ID	Permit Num	Expiration Date
	119477	400994252	

COGCC Comments

Comment	User	Date
<p>STORMWATER COMMENTS</p> <p>It was observed in this inspection that the containment BMP at the methanol tank has filled with fluids, and is no longer adequate to contain a spill. See "Equipment" for CA regarding wildlife mortality.</p> <p>It was also observed in this inspection that vehicle tracking BMPs, and BMPs to control stormwater in a manner that minimizes erosion, degradation and sediment transport are missing or insufficient at the access road.</p> <p>-Runoff from Location and access road has resulted in gully erosion/degradation throughout the access road.</p> <p>-There are areas where the access road runs parallel to the "Salt Creek" drainage, where stormwater degradation is evident and road stabilization concerns exist; continued lack of stormwater management will likely result in a section of the access road sloughing into Salt Creek.</p> <p>-Access road lacks stabilization; tracking controls missing or insufficient; rutting/degradation observed</p>	trujilloam	04/04/2023

Attached Documents

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

Document Num	Description	URL
403365229	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6072285
696204816	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6072276