

**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:

04/27/2023

Submitted Date:

05/01/2023

Document Number:

696204895

FIELD INSPECTION FORMLoc ID 414116 Inspector Name: Trujillo, Aaron On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10132

Name of Operator: GENESIS GAS & OIL LLC

Address: 1701 WALNUT STREET - 4TH FL

City: KANSAS CITY State: MO Zip: 64108

Status Summary:

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

Findings:

5 Number of Comments

2 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 |
|----------------|--------------|-----------------------|---------------|
| Roberts, James | 970 878 3873 | j75rober@blm.gov | All Rec Insp. |
| | | jkarcz@genesigoco.com | |
| | | mvogt@genesigoco.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------|--------|-------------|------------|-----------|---------------------|-------------|
| 413020 | WELL | EP | 04/10/2016 | LO | 103-11565 | FGSU 4-41 WD | RI |
| 414116 | LOCATION | AC | | | - | FLETCHER GULCH 4-41 | RI |

General Comment:

On 4/27/2023, Reclamation Specialist conducted an inspection at Genesis Gas & Oil Colorado LLC's FGSU 4-41 WD Location in Rio Blanco County, Colorado.

This inspection is a follow-up to #696203802 to document compliance with the following Corrective Actions:
-Final Reclamation

It was observed in this inspection that the Location remains out of compliance with COGCC Rules and Corrective Actions.

The following new compliance issues were observed per this inspection:
-Stormwater Management

Refer to the "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

| Inspected Facilities | | | | | | | | | |
|----------------------|---------------|-------|-----------------|-------------|------------------|---------|-----------|---------------|-----------|
| Facility ID: | <u>413020</u> | Type: | <u>WELL</u> | API Number: | <u>103-11565</u> | Status: | <u>EP</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |
| Facility ID: | <u>414116</u> | Type: | <u>LOCATION</u> | API Number: | <u>-</u> | Status: | <u>AC</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |

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

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

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 _____

Comment _____

Corrective Action _____

Date _____

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 REVEGETATIONCropland

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: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded **Fail** Contoured **Fail** Culverts removed **Fail**

Gravel removed _____

Location and associated production facilities reclaimed **Fail** Locations, facilities, roads, recontoured **Fail**

Compaction alleviation **Fail** Dust and erosion control **Fail**

Non cropland: Revegetated 80% **Fail** 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: [See "COGCC Comments" at the end of this report.](#)

Corrective Action: **Comply with Rule 1004.a and conduct final reclamation on the Location and access road** Date **09/15/2022**

Overall Final Reclamation **Fail** 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>Comment: It was observed in this inspection that stormwater management on the Location and access road is inadequate:</p> <p>-BMPs to minimize erosion, degradation and off-site sediment transport are missing or insufficient on the Location and access road; slopes lack stabilization. Runoff is resulting in gully erosion on Location, and within ruts of the access road (both the access road leading to the Location, and the access road leading to, and traveling parallel with Fletcher Gulch); runoff and stabilization controls at road inadequate.</p> <p>Stormwater management required until final reclamation is achieved pursuant to 1004 Rules.</p> <p>Corrective Action: Comply with Rule 1002.f. Install or repair required stormwater and erosion control BMPs at the Location and access road; temporary controls required until final reclamation work is performed, at which time additional BMPs will be required until long-term stabilization (such as revegetation) of the disturbances have been achieved. BMPs are required to be installed in accordance with Good Engineering Practices, and maintained in proper functioning condition at all times.</p> <p>Stormwater management required until final reclamation is achieved pursuant to 1004 Rules.</p> <p>Date: 05/04/2023</p> | | | | | | |
| <p>Pits: <input type="checkbox"/> NO SURFACE INDICATION OF PIT</p> | | | | | | |

COGCC Comments

| Comment | User | Date |
|--|------------|------------|
| <p>RECLAMATION COMMENT</p> <p>All Form 2 and Federal "permits to drill" on file for the Location have expired:</p> <p>-Form 2 #400473086 expired 4/10/2016, -Federal APD (doc. no 1828336) expired 7/31/2010.</p> <p>Inspection #696203802 observed that the Location has been constructed, and various surface equipment (pipe, risers, cellars) have been installed at the Location and along the access road; no wells have been drilled; work to maintain the Location and access road has not occurred. Location subject to Final Reclamation Requirements; inspection required Operator to comply with Rule 1004.a by 9/15/2022.</p> <p>It was observed in this inspection that final reclamation of the Location and access road has not been conducted; Location/Access road has not been decompacted, recontoured/regraded and reclaimed. Surface equipment along the road/Location has not been removed. Culverts remain along the access road, drainages have not been restored; Access road has continued to degrade.</p> <p>Original corrective action and date remains applicable: Submission of additional permits does not waive compliance with 1004 requirements- See "Notice to Operators: Interim Reclamation Procedures for Delayed Operations" dated January 5, 2017.</p> | trujilloam | 05/01/2023 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 403390482 | INSPECTION SUBMITTED | http://ogccwebblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6099656 |

| | | |
|-----------|-------------------|---|
| 696204902 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6099639 |
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