

**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:

07/10/2023

Submitted Date:

07/10/2023

Document Number:

699106859

FIELD INSPECTION FORMLoc ID 471229 Inspector Name: Burns, Adam On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10651

Name of Operator: VERDAD RESOURCES LLC

Address: 1125 17TH STREET SUITE 550

City: DENVER State: CO Zip: 80202

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

11 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
,		Regulatory@verdadoil.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
471229	LOCATION	AC			-	KBL 02N-63-19	AC

General Comment:[Inspection on the Tank Battery](#)

LocationOverall Good: ☒**Signs/Marker:**

Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: Adequate

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Compressor skid will need to be cleaned in the near future		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type	OTHER		
Comment:	Shed around compressor		
Corrective Action:		Date:	

Equipment:

			corrective date
Type: Progressive Cavity	# 1		
Comment:	Recycle		
Corrective Action:		Date:	
Type: Emission Control Device	# 1		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: VRU	# 2		
Comment:			
Corrective Action:		Date:	

Type: Bradenhead	# 4		
Comment:			
Corrective Action:			Date:
Type: Bird Protectors	#		
Comment:	Day tank next to the compressor needs a bird protector "netting". See attached photo.		
Corrective Action:	All stacks, vents, or other openings will be equipped with screens or other appropriate equipment to prevent entry by wildlife, including birds and bats. per rule 608.b.(7)		Date: 07/19/2023
Type: VRT	# 1		
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:			Date:
Type: Other	# 1		
Comment:	ECOVapor		
Corrective Action:			Date:
Type: Other	#		
Comment:	Unmarked risers in multiple spots need to be marked. See attached photos		
Corrective Action:	Upon removing a flowline or crude oil transfer line from use with the intent to abandon, an operator must immediately apply OOSLAT to the risers. OOSLAT must stay in place at all times during the process of abandoning the flowline or crude oil transfer line until the operator removes the riser.		Date: 07/19/2023
Type: Vertical Separator	# 3		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	OTHER	FIBERGLASS AST		40.122700,-104.477700
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	30 BBLs
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficent	Base Sufficent	Adequate	
Comment:					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS

PRODUCED WATER	3	400 BBLs	FIBERGLASS AST			
Comment:						
Corrective Action:					Date:	
<u>Paint</u>						
Condition						
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Comment:						
Corrective Action:					Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS	
CRUDE OIL	6	400 BBLs	STEEL AST			
Comment:						
Corrective Action:					Date:	
<u>Paint</u>						
Condition						
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Comment:						
Corrective Action:					Date:	
<u>Venting:</u>						
Yes/No	NO					
Comment:						
Corrective Action:				Date:		
<u>Flaring:</u>						
Type						
Comment:						
Corrective Action:				Date:		

Inspected Facilities

Facility ID: 471229 Type: LOCATION API Number: - Status: AC Insp. Status: AC

Producing Well

Comment: Active Tank Battery

Corrective Action:

Date:

COGCC Comments

Comment	User	Date
<p>ECMC Inspection Report Summary</p> <p>On Tuesday 7/5/23 at approximately 1027hrs I, Inspector Adam Burns, Conducted an on-site inspection at KBL 02N-63-19 Tank Battery of VERDAD RESOURCES LLC.</p> <p>Location ID: 471229 in Weld County, Colorado.</p> <p>During this inspection the following possible compliance issues were observed:</p> <p>Day tank next to the compressor needs a bird protector "netting". All stacks, vents, or other openings will be equipped with screens or other appropriate equipment to prevent entry by wildlife, including birds and bats. Per rule 608.b.(7). With a CA date of 7-19-23</p> <p>Unmarked risers in multiple spots need to be marked. Upon removing a flowline or crude oil transfer line from use with the intent to abandon, an operator must immediately apply OOSLAT to the risers. OOSLAT must stay in place at all times during the process of abandoning the flowline or crude oil transfer line until the operator removes the riser.</p> <p>Comply with Rule 1105.b With a CA date of 7-19-23</p> <p>A follow up on this site inspection needs to be conducted to ensure the Compliance issues have been corrected to comply with ECMC rules.</p> <p>This is a summary of the inspection report.</p>	burnsa	07/10/2023

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

Document Num	Description	URL
699106860	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6174285