

**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:

11/21/2023

Submitted Date:

11/22/2023

Document Number:

713600414**FIELD INSPECTION FORM**Loc ID 484360 Inspector Name: COSTA, RYAN On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10797Name of Operator: DESERT EAGLE OPERATING LLCAddress: 17101 PRESTON RD SUITE 105City: DALLAS State: TX Zip: 75248**Status Summary:**

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

Findings:14 Number of Comments8 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
Butler, Brad	972-345-9195	butleroil@yahoo.com	Desert Eagle Operating llc
Bulf, Cathy		cathybulf@gmail.com	Desert Eagle Operating llc
Sanchez, Chris		chris.sanchez@state.co.us	ECMC
Beardslee, Tom		tom.beardslee@state.co.us	ECMC

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
484360	LOCATION	AC			-	Red Rocks 35-11	RI
484675	WELL	AP	06/29/2023		071-09929	Red Rocks 35-11	RI

General Comment:

This is a Construction and Stormwater Management inspection of the Red Rocks #35-11 location.
Inspection conducted by Southeast Reclamation Specialist.
See attached photos and additional details within this report.

LocationOverall Good: ☐**Signs/Marker:**

Type	WELLHEAD		
Comment:	Sign was not installed at the wellhead.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment:		Date:	
Corrective Action:		Date:	

Good Housekeeping:

Type	DEBRIS		
Comment:	There is tree debris along the flowline and at the location that needs to be removed. Corrective action will remain out of compliance until completed.		
Corrective Action:	Comply with Rule 606.	Date:	11/21/2023
Type	TRASH		
Comment:	There is plastic trash and liner debris left at the location.		
Corrective Action:	Comply with Rule 606.	Date:	11/21/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

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

Type: Flow Line	#		corrective date
Comment:	There was an audible leak from the flowline connection to the wellhead along with an odor. Operator was immediately notified and later responded that this was corrected.		
Corrective Action:	Comply with Rule 608. Securely fasten all valves, pipes, fittings, and Production Facilities to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 608.e.		Date: 11/21/2023

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Location Construction

Location ID: 484675	CDP: _____
Comment:	

Topsoil was not salvaged at the excavated area of the well head or along the flowline. There was approximately 6-7" of topsoil that could have been salvaged at the wellsite before rocky subsoils were encountered. The topsoil has been mixed with the rocky subsoils. Furthermore, topsoil at the location was compacted and contaminated with drill cuttings, oil, and an unknown white substance. Topsoil was not protected from compaction or contamination. Areas of impacted soils will need to be cleaned up and properly disposed. All rocks brought up to the surface will need to be removed. In order to comply with the rules, comparable topsoil will need to be imported for reclamation. Corrective action will remain out of compliance until completed.

Corrective Action: **Comply with 1002. b rules for soil removal and segregation.**
Comply with 1002.c rules for protection of soils.

Date: _____

Form 2A COAs:**Comment:** _____

Corrective Action: _____

Date: _____

Wildlife BMPs:**Comment:** _____

Corrective Action: _____

Date: _____

Stormwater:

Erosion BMPs	Present	Other BMPs	Present

Comments: Erosion BMPs: **There are wattles placed along perimeter areas of the location however, wattles are displaced and not maintained. There are no BMP's placed along the northwest perimeter which is the down gradient side of the location. The wattles are installed far out from the disturbance which will not prevent immediate sediment movement onto the vegetation. Corrective action will remain out of compliance until completed.**

Other BMPs: **None**

Corrective Action: **Install or repair required BMPs per Rule 1002.f.(2)** Date: 11/21/2023
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Comment: **There were signs that vehicles have driven outside of the original access road boundary causing unnecessary disturbance.**

Corrective Action: **Operator shall abide by the reclamation rules to minimize surface disturbances per the 1002e rule.**

Date: 11/21/2023

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:

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Environmental**Waste Management:**

Type	Management	Condition	GPS (Lat) (Long)		
Drill Cuttings	Piles	Inadequate	37.475000	-103.547000	
Comment	<p>Drill cuttings were not properly stored and contained and have spread outside of the plastic tarp. There are also signs that the drill cuttings have wind blown and drifted across the site to the north.</p> <p>Drill cutting storage, handling, transport, and disposal must comply with Rule 905. Operator has received notices of this issue on other locations. Corrective action will remain out of compliance until completed. Immediate action is required.</p>				
Corrective Action	Comply with Rule 905. for Management of E&P Waste. Clean up and contain.				Date: _____

Spill/Remediation:

Comment: _____

Corrective Action: _____ Date: _____

Emission Control Burner (ECB): _____

Comment: _____

Pilot: _____ Wildlife Protection Devices (fired vessels): _____

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
	Fail		Fail	Material Handling And Spill Prevention	Fail	

Comment: There is a white unknown substance that has spread northwest of the wellsite where there are no perimeter stormwater controls. There are areas of oil stained soils leaked out from equipment. There are torn bags of concrete spilled out onto the soil. The cuttings pile has insufficient BMP's for containment. Perimeter Stormwater BMP's are not properly installed and have become displaced. There are concerns of vehicle tracking and rutting could occur along the access road leading out to the County Road. Corrective action will remain out of compliance until completed. Immediate action is required.

Corrective Action: Install or repair required BMPs per Rule 1002.f.(2)
Immediate clean up of spilled material.
Implement or modify BMPs for improved material handling and spill prevention.

Date: 11/21/2023

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
713600415	Inspection photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6332590