

**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:

01/18/2024

Submitted Date:

01/22/2024

Document Number:

713600638

FIELD INSPECTION FORMLoc ID 484360 Inspector Name: COSTA, RYAN On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10797

Name of Operator: DESERT EAGLE OPERATING LLC

Address: 17101 PRESTON RD SUITE 105

City: DALLAS State: TX Zip: 75248

Status Summary:

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

Findings:

9 Number of Comments

4 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
MARSHALL WESLEY		wmarshall@prohelium.com	
Sanchez, Chris		chris.sanchez@state.co.us	
BULF CATHY		cathy.bulf@gmail.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
484360	LOCATION	AC			-	Red Rocks 35-11	RI

General Comment:

This is a follow up of the previous reclamation inspection #713600414.
See attached photos and additional details within this report.

The date of discovery is given for all new corrective action dates. It is ECMC's expectation that Operators are in compliance with ECMC rules at all times. Therefore, No extended CA dates are applied and the corrective action will remain out of compliance until completed.

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

Type	WELLHEAD		
Comment:	Wellhead sign has been installed.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment:		Date:	
Corrective Action:		Date:	

Good Housekeeping:

Type	TRASH		
Comment:	The trash previously observed appears to have been removed.		
Corrective Action:		Date:	
Type	DEBRIS		
Comment:	Most of the tree debris has been removed but there is still some debris observed by 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:	No audible leak at the flowline was detected and appears to have been fixed.		
Corrective Action:		Date:	

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Location ConstructionLocation 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. Since the previous inspection, the excavated area was back filled and most of the rocks were removed. It is unknown what topsoil material was replaced into the excavated area. There is still a reddish color material at the north side where drill cutting were not properly stored.

Corrective Action:

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 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. Previous corrective action was not completed.

Other BMPs:

None

Corrective Action: Install or repair required BMPs per Rule 1002.f.(2)

Date: 11/21/202

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Comment:**Corrective****Action:**

Date:

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:

Environmental**Waste Management:**

Type	Management	Condition	GPS (Lat) (Long)	
Drill Cuttings			37.475600	-103.547260
Comment	<p>The drill cuttings pile was removed since the previous inspection. The Operator has submitted an initial spill report due to improper storage and handling of E&P waste. There is still a reddish color where drill cutting were stored which should be further cleaned up. Refer to the Conditions of Approval of Form 19 Document #403621937.</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 per Rule 912.			Date: 12/06/2023

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
Comment:		There is vehicle rutting and tracking of sediment onto the County Road. No BMP's have been installed to prevent vehicle tracking which was cited in the previous inspection. Therefore, the previous corrective action remains.				
Corrective Action:		Install or repair required BMPs per Rule 1002.f.(2)				Date: 11/21/2023
Pits: <input checked="" type="checkbox"/> 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
403662345	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6402200
713600639	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6402170