

**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:

03/06/2024

Submitted Date:

03/08/2024

Document Number:

702502471

FIELD INSPECTION FORMLoc ID 336462 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10775

Name of Operator: KT RESOURCES LLC

Address: 3381 WESTBROOK LANE

City: HIGHLANDS State: CO Zip: 80129

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
Baumgras, Dan	(307) 321-3299	Dan@KT-Res.com	
Adams, Karen	(303) 886-8733	adams@kt-res.com	
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
Gale, Tony	(303) 886-8733	tony@kt-res.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
270161	WELL	SI	05/01/2023	GW	103-10392	ANT HILL UNIT 36-11	SI
270162	WELL	PR	08/01/2023	GW	103-10393	ANT HILL UNIT 36-11BD	PR

General Comment:

ECMC Inspection Report Summary

On Wednesday, 03/06/2024, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the Ant Hill Unit-62N97W 36NWNW, Location #336462, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District, Black Bear area with High Priority, NSO, Density and Other Consultation Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issues observed during Insp. #702501158 on 4/18/24. The following Corrective Actions were issued and original due dates will remain on any unresolved CAs:

1. API Numbers not displayed on tank battery signs. (Resolved)
2. Gas meter calibration card not visibly displayed. (Resolved)
3. Stormwater BMPs need implementation. (Unresolved)
4. Open end tank valve. (Unresolved)
5. Chemical tank labels becoming illegible. (Resolved)
6. Equipment and soil staining. (Resolved)

Refer to Inspection Photos for observed compliance issues.

While there during normal operations the following compliance issues were observed:

1. Gas meter calibration out of compliance.
2. Relief riser missing rain protection.
3. Equipment open to wildlife.
4. Oily waste and soil staining.

Refer to Inspection Photos for observed compliance issues.

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

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

Type	OTHER		
Comment:	As Location Entrance signs are replaced: The Well name; The Commission's Location identification number (ID #); The Operator's telephone number where it may be reached at all times; and the Telephone number(s) for local emergency services (911 where available) will be required.		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	As Wellhead signs are replaced: The Well name; The API Number; and Its legal location, including the quarter/quarter section will be required.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: (800) 288-0560 or 911

Corrective Action:

Date: _____

Overall Good: ☐**Spills:**

Type	Area	Volume		
Crude Oil	Tank	<= 1 bbl		
Comment:	Oily waste on equipment and ground			
Corrective Action:	Clean up equipment. Remove and properly dispose of waste and stained soils			Date: 03/22/2024

In Containment: Yes

Comment:

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

Type	LOCATION		
Comment:	Barbed wire		
Corrective Action:		Date:	

Equipment:

Type: Bird Protectors	# 6		corrective date
Comment:			

Corrective Action:		Date:	
Type: Bradenhead	# 2		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heater Treater	# 2		
Comment:	Unable to verify wildlife protection on stack. Relief riser missing rain protection		
Corrective Action:	Vents on pressure safety devices will terminate in a manner so as not to endanger the public or adjoining facilities. They will be designed to be clear and free of debris and water at all times.	Date:	03/22/2024
Type: Dehydrator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Flow Line	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank in containment		
Corrective Action:		Date:	
Type: Plunger Lift	# 2		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 2		
Comment:	Gas meter calibration out of compliance.		
Corrective Action:	Meters will be calibrated annually unless more frequent calibration is required by contractual obligations or by the Director.	Date:	03/17/2024

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	300 BBLs	HEATED STEEL AST		,
Comment:	Open end load line				
Corrective Action:	All load lines or tank valves that can be used as a load line will be capped or plugged.				Date: 03/12/2024

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
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Inspector Name: Burchett, Kirby

Metal	Adequate				
Comment: Unlined					
Corrective Action:					Date:
Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	2	300 BBLs	STEEL AST		,
Comment:					
Corrective Action:					Date:
<u>Paint</u>					
Condition	Adequate				
Other (Content)					
Other (Capacity)					
Other (Type)					
<u>Berms</u>					
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate				
Comment: Unlined					
Corrective Action:					Date:
Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	2	300 BBLs	HEATED STEEL AST		,
Comment:					
Corrective Action:					Date:
<u>Paint</u>					
Condition	Adequate				
Other (Content)					
Other (Capacity)					
Other (Type)					
<u>Berms</u>					
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate				
Comment: Unlined					
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:	270161	Type:	WELL	API Number:	103-10392	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder:									
Comment: Last Production - April 2023 January 2024 Production Report									
Corrective Action: Date:									
Facility ID:	270162	Type:	WELL	API Number:	103-10393	Status:	PR	Insp. Status:	PR
Producing Well									
Comment: January 2024 Production Report									
Corrective Action: Date:									

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: [Stormwater BMPs need implementation and maintenance.](#)

Corrective Action: [Oil and gas operators shall implement and maintain Best Management Practices \(BMPs\) at all oil and gas locations to control Stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation.](#)

Date: 05/03/2023

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
403713153	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6458885
702502472	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6458881