

FORM
INSPRev
X/20State of Colorado
Oil and Gas Conservation Commission1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

03/08/2024

Submitted Date:

03/08/2024

Document Number:

702502473

FIELD INSPECTION FORM

Loc ID Inspector Name: On-Site Inspection
 316252 Burchett, Kirby 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:

- 12 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 |
|---------------|----------------|------------------|---------|
| Gale, Tony | (303) 886-8733 | tony@kt-res.com | |
| Baumgras, Dan | (307) 321-3299 | Dan@KT-Res.com | |
| Adams, Karen | (303) 886-8733 | adams@kt-res.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------|-------------|
| 259511 | WELL | PR | 08/01/2023 | GW | 103-10105 | WRD WYATT 25-33 | 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 WRD Wyatt 25-33 well, Location #316252, 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. #702501732 on 8/15/24. The following Corrective Actions were issued and original due dates will remain on any unresolved CAs:

1. Weeds. (Evidence of previous growth)
2. Tank berm inadequate. (Unresolved)
3. Gas meter calibration overdue. (Unresolved)
4. Unmarked anchor. (Unresolved)
5. No Stormwater BMPs. (Unresolved)
6. No location entrance sign. (Waived)

Refer to Inspection Photos for observed compliance issues.

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

1. Tank battery sign missing required information

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.

Location

Overall Good:

| Signs/Marker: | | | |
|----------------------|--|-------|------------|
| Type | BATTERY | | |
| Comment: | Tank battery sign missing required information | | |
| Corrective Action: | The Tank battery sign will be no less than 3 square feet and no more than 6 square feet, and will provide: Name of the Operator; Telephone number at which the Operator can be reached at all times; Telephone number for local emergency services (911 where available); The public road used to access the Tank battery site; Well name(s) and API number(s) associated with the Tank battery and the legal location of the Well(s); and Location, including the quarter/quarter section, of the Tank battery. | Date: | 04/06/2024 |
| Type | CONTAINERS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| 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: | |

| Good Housekeeping: | | | |
|---------------------------|--|-------|--|
| Type | WEEDS | | |
| Comment: | Maintain noxious weed control on all disturbed and reclaimed areas as a result of Oil & Gas activities including access roads. | | |
| Corrective Action: | | Date: | |

Overall Good:

| Spills: | | | |
|----------------|------|--------|--|
| Type | Area | Volume | |
| | | | |

In Containment: No _____
 Comment: _____
 Multiple Spills and Releases?

| Equipment: | | | corrective date |
|-----------------------|--|-------|-----------------|
| Type: Gas Meter Run | # 1 | | |
| 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: | 08/26/2023 |
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |

| | | | |
|---------------------------------|--|-------|------------------|
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 3 | | |
| Comment: | 1 unmarked deadman | | |
| Corrective Action: | All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor. | | Date: 08/31/2023 |
| Type: Plunger Lift | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heater Treater | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 1 | | |
| Comment: | Chemical tank on containment | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| PRODUCED WATER | 1 | 300 BBLs | STEEL AST | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|--|---------------------|---------------------|-------------|
| Other | Adequate | | | |
| Comment: | Unlined earth and metal Containment leaks addressed under Tanks and Berms: Crude Oil | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|------------------|---------|--------|
| CRUDE OIL | 1 | 300 BBLs | HEATED STEEL AST | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|-----------------|----------|
| Condition | Adequate |
| Other (Content) | |

| | |
|------------------|--|
| Other (Capacity) | |
| Other (Type) | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
|--|----------|---------------------|---------------------|-------------|-------------------------|
| Other | Adequate | Walls Insufficient | | | |
| Comment: Unlined earth and metal. Leaks under metal berm. | | | | | |
| Corrective Action: Repair or install berms or other secondary containment devices. | | | | | Date: <u>09/15/2023</u> |

Venting:

| | | | | | |
|--------------------|----|--|--|--|-------|
| Yes/No | NO | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Flaring:

| | | | | | |
|--------------------|--|--|--|--|-------|
| Type | | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Inspected Facilities

Facility ID: 259511 Type: WELL API Number: 103-10105 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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|---------|
| Ditches | | | | | | |
| | | | | Material Handling And Spill Prevention | | |
| | | Culverts | | | | |
| | | Ditches | | | | |

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

Corrective Action: **Provide proper Stormwater BMPs to control runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation.**

Date: 09/15/2023

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 |
|--------------|----------------------|---|
| 403713154 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6458886 |