

**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:

05/29/2024

Submitted Date:

05/29/2024

Document Number:

715500089

FIELD INSPECTION FORM

Loc ID 336393 Inspector Name: Burchett, Kirby On-Site Inspection 2A Doc Num: _____

Status Summary:

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

Operator Information:

ECMC Operator Number: 10775
Name of Operator: KT RESOURCES LLC
Address: 3381 WESTBROOK LANE
City: HIGHLANDS State: CO Zip: 80129

Findings:

- 23 Number of Comments
- 11 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	
Gale, Tony	(303) 886-8733	tony@kt-res.com	
Enforcement, ECMC		dnr_cogccenforcement@state.co.us	
Engineering, ECMC		dnr_cogccengineering@state.co.us	
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
232226	WELL	SI	03/01/2024	GW	103-09897	WRD WYATT 25-44	SI
232234	WELL	SI	06/01/2020	GW	103-09905	WRD WYATT 25-44W	SI

General Comment:

ECMC Inspection Report Summary

On Wednesday, 05/29/2024, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the WRD Wyatt-62S97W 25SESE pad, Location #336393, in Rio Blanco County, Colorado.

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

Follow up inspection in response to compliance issues observed during Insp. #702501281 on 5/9/23, Insp. # 702501734 on 8/15/23, Insp. #702502255 on 12/27/23 and Insp. #702502556 on 4/3/24. The following Corrective Actions remain unresolved and original due dates will remain:

1. WRD Wyatt 25-44W Bradenhead inaccessible or not visible
2. Stormwater BMPs have not been implemented or maintained.
3. Soil staining inside tank battery containment.
4. Unused equipment on location.
5. MIT overdue on WRD Wyatt 25-44W.
6. Gas meter calibration overdue on the 24-44.
7. Gas meter calibration not visibly displayed on the 25-44W.
8. Illegible and missing tank labels.
9. Possible metal berm leak.
10. Filter pod containment open to wildlife.
11. Weed maintenance lacking.

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: <input type="checkbox"/>			
Signs/Marker:			
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:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Production tank label illegible. Vent tank unlabeled.		
Corrective Action:	Operators will ensure that container and tank labels are well maintained and legible, and will replace damaged or vandalized labels within 10 days of discovery that the label is no longer legible or is damaged.	Date:	<u>09/15/2023</u>
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	<input type="text" value="(800) 288-0560 or 911"/>		
Corrective Action:	<input type="text"/>		Date: _____
Good Housekeeping:			
Type	WEEDS		
Comment:	Oil and Gas Locations will be kept free of all Undesirable Plant Species. No maintenance from previous year. Present year growing season has begun		
Corrective Action:	Maintain noxious weed control on all disturbed and reclaimed areas as a result of Oil & Gas activities including access roads.	Date:	<u>08/23/2023</u>
Type	UNUSED EQUIPMENT		
Comment:	Compressor and methanol tank on location		
Corrective Action:	The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.	Date:	<u>06/09/2023</u>
Type	OTHER		
Comment:	Open containment under filter pod lacks wildlife protection.		
Corrective Action:	Install or repair wildlife protection equipment.	Date:	<u>05/20/2023</u>
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	

Comment:	Stained soils at separator and throughout tank battery				
Corrective Action:	Remove and properly dispose of oily waste and impacted soil.		Date:	05/25/2023	
In Containment:	No				
Comment:	<input type="text"/>				
<input type="checkbox"/> Multiple Spills and Releases?					
Fencing/:					
Type	TANK BATTERY				
Comment:	Partial livestock fencing and panels				
Corrective Action:				Date:	
Equipment:					
Type:	Gas Meter Run	# 1		corrective date	
Comment:	WRD Wyatt 25-44W. Gas meter calibration not visibly displayed.				
Corrective Action:	The Operator will conspicuously post and maintain the date of the last meter calibration in a legible condition at each meter at all times.			Date:	05/20/2023
Type:	Deadman # & Marked	# 4			
Comment:					
Corrective Action:				Date:	
Type:	Horizontal Heated Separator	# 1			
Comment:	WRD Wyatt 25-44				
Corrective Action:				Date:	
Type:	Plunger Lift	# 1			
Comment:					
Corrective Action:				Date:	
Type:	Ancillary equipment	# 3			
Comment:	Chemical tanks inside containment. Metal tank on stand inside tank berm.				
Corrective Action:				Date:	
Type:	Other	# 1			
Comment:	Wellhead tree. WRD Wyatt 25-44W				
Corrective Action:				Date:	
Type:	Bradenhead	# 1			
Comment:	WRD Wyatt 25-44W. Bradenhead not accessible or visible.				
Corrective Action:	Install appropriate fittings to allow Bradenhead visual inspection.			Date:	05/20/2023
Type:	Gas Meter Run	# 1			
Comment:	WRD Wyatt 25-44. 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:	Emission Control Device	# 1			
Comment:					

Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	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
Metal	Adequate			
Comment:	Lined			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	<50 BBLs	STEEL AST		,
Comment:	Vent tank				
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Other	Adequate			
Comment:	Unlined metal and earth.			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	2	500 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 metal and earth. Secondary containment is not sufficiently impervious to contain spilled or released materials. Evidence of leakage beneath metal berm.			
Corrective Action:	Repair or install berms or other secondary containment devices.			Date: 04/24/2024

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: 232226 Type: WELL API Number: 103-09897 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: [May 2024 Production Report](#)
[Last production - February 2024](#)

Corrective Action: _____ Date: _____

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 232234 Type: WELL API Number: 103-09905 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: [May 2024 Production Report](#)
[Last production - May 2020](#)
No current MIT on record.

Corrective Action: [Perform successful MIT or plug well.](#) Date: 06/09/2023

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

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. Insufficient BMPs to control vehicle tracking.

Corrective Action: Provide proper Stormwater BMPs to control runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. Vehicle tracking BMPs to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Date: 06/01/2023

Pits: NO SURFACE INDICATION OF PIT

Attached Documents

You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
715500091	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6566960