

**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:

07/09/2024

Submitted Date:

07/09/2024

Document Number:

715500381

FIELD INSPECTION FORM

Loc ID 316221 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:

- 15 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 | |
| Wilson, Justin | (970) 878-3825 | jrwilson@blm.gov | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------|-------------|
| 257852 | WELL | SI | 02/01/2023 | GW | 103-10043 | WRD UNIT 29-23 | SI |

General Comment:

[ECMC Inspection Report Summary](#)

On Tuesday, 07/09/2024, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the WRD Unit 29-23 well, Location #316221, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District and 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. #702502553 on 4/3/24 including compliance issues observed during Insp. 702502431 on 3/5/24. The following Corrective Actions remain unresolved and original due dates remain:

1. Debris at pumping unit.
2. Gas meter calibration out of date.
3. Equipment open to wildlife.

Refer to Inspection Photos for observed compliance issues.

While there during normal operations the following compliance issue was observed:

1. Weeds.
2. Illegible label.

Refer to Inspection Photos for observed compliance issue.

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 | CONTAINERS | | |
| Comment: | Chemical tank label no longer legible | | |
| 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: | 07/20/2024 |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | | |
|---------------------------|-----------------------|-------|--|
| Emergency Contact Number: | | | |
| Comment: | (800) 288-0560 or 911 | | |
| Corrective Action: | | Date: | |

| | | | |
|---------------------------|---|-------|------------|
| Good Housekeeping: | | | |
| Type | DEBRIS | | |
| Comment: | Random debris | | |
| Corrective Action: | All excess materials, rubbish, supplies, trash, or other waste material will be properly contained until removed from the Oil and Gas Location. At no time will debris be placed or remain on the ground. | Date: | 03/13/2024 |
| Type | WEEDS | | |
| Comment: | Oil and Gas Locations will be kept free of all Undesirable Plant Species. | | |
| Corrective Action: | Maintain noxious weed control on all disturbed and reclaimed areas as a result of Oil & Gas activities including access roads. | Date: | 07/17/2024 |

Overall Good:

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

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

| | | | |
|--------------------|---|-------|--|
| Fencing/: | | | |
| Type | PUMP JACK | | |
| Comment: | Manufactured | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Wellhead and pumping unit. Livestock fencing and panels. | | |
| Corrective Action: | | Date: | |

| | | | |
|---------------------------|---|--|-----------------|
| Equipment: | | | corrective date |
| Type: Ancillary equipment | # 1 | | |
| Comment: | Lube oil tank on stand inside containment | | |

| | | | |
|---------------------------------|--|-------|------------|
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 1 | | |
| Comment: | Chemical tank in containment | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Pump Jack | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heater Treater | # 1 | | |
| Comment: | | | |
| Corrective Action: | | 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: | 03/16/2024 |
| 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: | Riser open to wildlife | | | | |
| Corrective Action: | All stacks, vents, or other openings will be equipped with screens or other appropriate equipment to prevent entry by wildlife, including birds and bats. | | | | Date: |
| | | | | | 03/16/2024 |

Paint

| | |
|------------------|--|
| Condition | |
| 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 |
|----------|---|----------|------|---------|--------|
| | | | | | |

| | | | | | |
|--------------------|----------|--------------------------|---------------------|-------------|-------|
| CRUDE OIL | 1 | 300 BBLs | HEATED STEEL AST | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |
| Paint | | | | | |
| Condition | | | | | |
| Other (Content) | | | | | |
| Other (Capacity) | | | | | |
| Other (Type) | | | | | |
| Berms | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Other | Adequate | | | | |
| Comment: | | Unlined metal and earth. | | | |
| Corrective Action: | | | | | Date: |
| Venting: | | | | | |
| Yes/No | NO | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |
| Flaring: | | | | | |
| Type | | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Inspected Facilities

Facility ID: 257852 Type: WELL API Number: 103-10043 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: [Last Production - January 2023](#)
[April 2024 Production Report](#)

Corrective Action: _____ Date: _____

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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|---------|
| Ditches | | | | | | |
| | | Ditches | | | | |
| | | | | Material Handling And Spill Prevention | | |
| Drains | | | | | | |

Comment: Operator is responsible for maintaining Best Management Practices (BMPs) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Corrective Action:

Date: _____

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 |
|--------------|-------------------|---|
| 715500382 | Inspection Photos | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6616687 |