

**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:

07/31/2024

Submitted Date:

07/31/2024

Document Number:

715500496**FIELD INSPECTION FORM**Loc ID 316279 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 10775Name of Operator: KT RESOURCES LLCAddress: 3381 WESTBROOK LANECity: HIGHLANDS State: CO Zip: 80129**Status Summary:**

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

Findings:14 Number of Comments6 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
Enforcement, ECMC		dnr_cogccenforcement@state.co.us	
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
Adams, Karen	(303) 886-8733	adams@kt-res.com	
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
260294	WELL	SI	03/01/2024	GW	103-10143	WRD FEDERAL 19-31	SI

General Comment:**ECMC Inspection Report Summary**

On Wednesday, 07/31/2024, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the WRD Federal 19-31 well, Location #316279, 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. #702502623 on 4/18/24 and 2 previous inspections dating back to 4/13/23. The following Corrective Actions are unresolved and original due dates remain:

1. Sediment migration and erosion migration from location.
2. Oily waste and stained soil inside tank battery.
3. Gas meter calibration out of compliance.

Refer to Inspection Photos for observed compliance issues.

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

1. Weeds.
2. Illegible labels.

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	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	BATTERY		
Comment:			
Corrective Action:		Date:	
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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Faded and illegible labels		
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:	08/11/2024

Emergency Contact Number:

Comment: (800) 288-0560 or 911

Corrective Action:

Date: _____

Good Housekeeping:

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:	08/08/2024

Overall Good: ☐

Spills:			
Type	Area	Volume	
Crude Oil	WELLHEAD	<= 1 bbl	
Comment:	Oil spray on chemical tank and ground		
Corrective Action:	Remove and properly dispose of oily waste and impacted soil.	Date:	04/04/2024
Crude Oil	Tank		
Comment:	Oil inside containment.		
Corrective Action:	Remove and properly dispose of oily waste and impacted soil.	Date:	04/04/2024

In Containment: No

Comment: ☐ Multiple Spills and Releases?**Equipment:**

			corrective date
Type: Ancillary equipment	# 2		
Comment:	Chemical tanks on containments		
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
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: 03/30/2024
Type: Plunger Lift	#		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
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
Metal	Adequate			
Comment:	Unlined			

Corrective Action:							Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS			
CRUDE OIL	1	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:	260294	Type:	WELL	API Number:	103-10143	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____									
Comment: <div>Shut In - March 2024 June 2024 Production Report</div>									
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
		Culverts				
Ditches						
		Ditches				
				Material Handling And Spill Prevention		
Gradient Terraces						

Comment: 1. No BMP's installed to prevent sediment migration from occurring on location.
 2. Sediment migration and erosion from location.
 3. Access road and location show signs of lack of staibilization.

Corrective Action: **Install or repair required BMP's**

Date: 05/29/2023

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
715500497	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6647247