

**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:

07/23/2024

Submitted Date:

07/29/2024

Document Number:

693807513

FIELD INSPECTION FORM

Loc ID 334238 Inspector Name: BROWNING, CHUCK 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: 10453
Name of Operator: PARADOX UPSTREAM LLC
Address: 500 DALLAS ST SUITE #1650
City: HOUSTON State: TX Zip: 77002

Findings:

- 11 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
Gavito, Danielle	303-524-4651	dgavito@americanhelium.us	
Labowskie, Steve		steve.labowskie@state.co.us	
Roberts, Jake		jroberts@americanhelium.us	All Inspections
Hankins, Neil	970-428-2742	nhankins@americanhelium.us	All Inspections
Browning, Chuck	970-433-4139	chuck.browning@state.co.us	Field Inspector

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
289992	WELL	SI	12/01/2021	GW	113-06231	HC FED 12-23-44-15	SI
290148	WELL	SI	04/01/2021	GW	113-06235	HC FED 12-13-44-15	PR

General Comment:

ECMC staff performed a routine field inspection on 7/23/2024.
Issues were found requiring corrective action. See inspection text and photos for details.
Any Corrective Actions from previous inspections that have not been addressed are still applicable.

Location			
Lease Road:			
Type	Main		
comment:			
Corrective Action			Date:
Type	Access		
comment:			
Corrective Action			Date:
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:			Date:
Type	TANK LABELS/PLACARDS		
Comment:	Sign or label not posted or information inaccurate on tanks or containers or sign/label too small to read at distance or installed in place where not visible.		
Corrective Action:	Install sign to comply with Rule 605.h.		Date: <u>08/24/2024</u>
Emergency Contact Number:			
Comment:	435-587-2237 Wrong Emergency contact number		
Corrective Action:	Install sign to comply with Rule 605.d.		Date: <u>08/30/2024</u>
Overall Good: <input checked="" type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	WELLHEAD		
Comment:	Panel fence		
Corrective Action:			Date:
Equipment:			
Type: Deadman # & Marked	# 4		corrective date
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 2		
Comment:	Gas meter calibration record not legible or conspicuously displayed at meter.		
Corrective Action:	Display legible meter calibration record in conspicuous location to comply with rule 430.d.(2).		Date: <u>08/10/2024</u>

Type: Horizontal Heated Separator	# 2		
Comment:			
Corrective Action:			Date:
Type: Plunger Lift	# 2		
Comment:			
Corrective Action:			Date:
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:			Date:
Type: Bradenhead	# 2		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	1	<50 BBLs	PLASTIC AST		
Comment:	Fresh water tank inside housing				
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	2	300 BBLs	STEEL AST		38.094238,-108.468567
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:				

Corrective Action:		Date:	
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Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities

Facility ID: 289992 Type: WELL API Number: 113-06231 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: Well shut in 12/1/2021.
Well is overdue for Mechanical Integrity Test. MIT requires 10-day notification via Form 42. Well plugging requires an approved Form 6 Intent to Abandon to Plug Well.

Corrective Action: Produce well after performing successful mechanical integrity test per Rule 417 or plug well. To maintain shut-in status, the well must be able to demonstrate ability to produce without mechanical intervention.

Date: 08/30/2024

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

Facility ID: 290148 Type: WELL API Number: 113-06235 Status: SI Insp. Status: PR

Producing Well

Comment: Producing - plunger lift

Corrective Action: Wells shall be shut in immediately. By Order 1v-937 Paradox Upstream LLC right to conduct oil and gas operations in Colorado has been revoked. Paradox is no longer authorized to sell or transport produced hydrocarbons from any of its wells. The well must be shut-in until an approved operator has obtained the appropriate authorization to operate this well. Specifically, the well must be transferred to an approved on an approved Form 9. In addition, The approved operator must submit a Form 3, Financial Assurance Plan, and a Form 10, Certificate of Clearance.

Date: 07/28/2024

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
Gravel	Pass	Gravel	Pass			

Comment:

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
403868532	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6642324
693807514	Inspection photos 7/23/2024	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6642319