

**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:

02/18/2025

Submitted Date:

02/18/2025

Document Number:

708905774**FIELD INSPECTION FORM**Loc ID 335439 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**ECMC Operator Number: 96850Name of Operator: TEP ROCKY MOUNTAIN LLCAddress: 1058 COUNTY ROAD 215City: PARACHUTE State: CO Zip: 81635**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**25 Number of Comments1 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 |
|--------------|-------|------------------------------------|---------|
| TEP          |       | COGCCInspectionReports@terraep.com |         |
| Heil, John   |       | john.heil@state.co.us              |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name      | Insp Status |
|-------------|------|--------|-------------|------------|-----------|--------------------|-------------|
| 277735      | WELL | PR     | 11/08/2005  | GW         | 045-10762 | LOUTHAN 41D-34-692 | PR          |
| 277738      | WELL | PR     | 12/01/2005  | GW         | 045-10761 | LOUTHAN 31B-34-692 | PR          |
| 277739      | WELL | PR     | 12/06/2005  | GW         | 045-10760 | LOUTHAN 41B-34-692 | PR          |
| 277759      | WELL | PR     | 10/24/2005  | GW         | 045-10763 | LOUTHAN 31D-34-692 | PR          |

**General Comment:****CECMC Inspection/Audit Report Summary**On 02/18/2025 at approximately 13:01 hours, I, Compliance Specialist, Wayne Smelser  
Conducted an on-site inspection/audit at TEP ROCKY MOUNTAIN LLC LOUTHAN 41B-34 Pad.

Location # 335439 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas.

While there, I observed normal production operations.

During this inspection/audit the following compliance issues were observed:

1. Equipment - Mechanical condition – possible wellhead leak on the LOUTHAN 31B-34 wellhead with a CA date of 02/19/2025

A follow up on this site inspection/audit needs to be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This is a summary of inspection/audit report.

**Location**

|                    |        |       |  |
|--------------------|--------|-------|--|
| <b>Lease Road:</b> |        |       |  |
| Type               | Access |       |  |
| comment:           |        |       |  |
| Corrective Action  | L      | Date: |  |

Overall Good: ☐

|                      |  |       |  |
|----------------------|--|-------|--|
| <b>Signs/Marker:</b> |  |       |  |
| Type                 | OTHER  |       |  |
| Comment:             | Separator units include attached storage tanks. The sight glass located on the side of the units indicates the storage tanks are full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tanks. |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | CONTAINERS   |       |  |
| Comment:             | Chemical tank  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | BATTERY  |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | WELLHEAD   |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | TANK LABELS/PLACARDS   |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |

Emergency Contact Number:

Comment: 911/970-285-9377

Corrective Action:

Date: \_\_\_\_\_

**Good Housekeeping:**

|                    |   |       |  |
|--------------------|---|-------|--|
| Type               | DEBRIS  |       |  |
| Comment:           | Debris - please refer to photo log  |       |  |
| Corrective Action: |   | Date: |  |
| Type               | OTHER   |       |  |
| Comment:           | Staining - appears there may be a small amount of staining near the LOUTHAN 31B-34 wellhead due to possible wellhead leak - please refer to Equipment for corrective action |       |  |
| Corrective Action: |   | Date: |  |

Overall Good: ☐

|                |      |        |  |  |
|----------------|------|--------|--|--|
| <b>Spills:</b> |      |        |  |  |
| Type           | Area | Volume |  |  |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

|                    |                               |       |  |
|--------------------|-------------------------------|-------|--|
| <b>Fencing/:</b>   |                               |       |  |
| Type               | SEPARATOR                     |       |  |
| Comment:           | Cattle panels                 |       |  |
| Corrective Action: |                               | Date: |  |
| Type               | OTHER                         |       |  |
| Comment:           | Chemical tank - cattle panels |       |  |
| Corrective Action: |                               | Date: |  |
| Type               | IGNITOR/COMBUSTOR             |       |  |
| Comment:           | Hog panels                    |       |  |
| Corrective Action: |                               | Date: |  |
| Type               | TANK BATTERY                  |       |  |
| Comment:           | Cattle panels                 |       |  |
| Corrective Action: |                               | Date: |  |
| Type               | WELLHEAD                      |       |  |
| Comment:           | Cattle panels                 |       |  |
| Corrective Action: |                               | Date: |  |

|                               |  |       |                 |
|-------------------------------|--|-------|-----------------|
| <b>Equipment:</b>             |  |       | corrective date |
| Type: Ancillary equipment     | # 1  |       |                 |
| Comment:                      | Chemical tank  |       |                 |
| Corrective Action:            |  | Date: |                 |
| Type: Gas Meter Run           | # 4  |       |                 |
| Comment:                      |  |       |                 |
| Corrective Action:            |  | Date: |                 |
| Type: Bird Protectors         | # 6  |       |                 |
| Comment:                      |  |       |                 |
| Corrective Action:            |  | Date: |                 |
| Type: Plunger Lift            | # 4  |       |                 |
| Comment:                      | All wells on plunger lift  |       |                 |
| Corrective Action:            |  | Date: |                 |
| Type: Emission Control Device | # 1  |       |                 |
| Comment:                      |  |       |                 |
| Corrective Action:            |  | Date: |                 |
| Type: Bradenhead              | # 4  |       |                 |
| Comment:                      | Taylor plugs located on bradenheads, bradenhead valves are accessible. |       |                 |
| Corrective Action:            |  | Date: |                 |
| Type: Other                   | # 1  |       |                 |

|                                   |  |  |       |            |
|-----------------------------------|--|--|-------|------------|
| Comment:                          | Mechanical condition – possible leak on LOUTHAN 31B-34 wellhead<br><br>At approximately 13:11 hours observed a possible leak on the LOUTHAN 31B-34 wellhead. At approximately 13:20 hours I called Mike Gardner with TEP & left a voicemail on the observed compliance issue. At approximately 13:22 hours called Justin Mahaffey with TEP & left him a voicemail about the leak. I then called the TEP emergency # at approximately 13:25 hours & again at 13:28 hours, the operator was able to connect me to Kyle Tanner & I informed him of the possible leak & that I was issuing a 24 hour corrective action on the observed compliance issue. He said he'd get someone to location to take care of it. 2 TEP lease operators arrived on location at approximately 13:43 hours |  |       |            |
| Corrective Action:                | All Production Facilities, valves, pipes, fittings, and vessels will be securely fastened or sealed, inspected at regular intervals, and maintained in good mechanical condition.<br><br>Also remove and properly dispose of any stained materials   |  | Date: | 02/19/2025 |
| Type: Horizontal Heated Separator | # 4  |  |       |            |
| Comment:                          |  |  |       |            |
| Corrective Action:                |  |  | Date: |            |

**Tanks and Berms:**

|                    |                                |          |                  |         |        |       |
|--------------------|--------------------------------|----------|------------------|---------|--------|-------|
| Contents           | #                              | Capacity | Type             | Tank ID | SE GPS |       |
| CONDENSATE         | 3                              | 200 BBLs | HEATED STEEL AST |         | ,      |       |
| Comment:           | 1 tank equipped with telemetry |          |                  |         |        |       |
| Corrective Action: |                                |          |                  |         |        | Date: |

**Paint**

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

**Berms**

|                    |                         |                     |                     |             |
|--------------------|-------------------------|---------------------|---------------------|-------------|
| Type               | Capacity                | Permeability (Wall) | Permeability (Base) | Maintenance |
| Earth              |                         |                     |                     |             |
| Comment:           | Centralized containment |                     |                     |             |
| Corrective Action: |                         |                     |                     |             |
|                    |                         |                     | Date:               |             |

**Venting:**

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

**Flaring:**

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

| Inspected Facilities   |                                 |       |      |             |           |         |    |               |    |
|--|---------------------------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID:   | 277735                          | Type: | WELL | API Number: | 045-10762 | Status: | PR | Insp. Status: | PR |
| Producing Well   |                                 |       |      |             |           |         |    |               |    |
| Comment:   | Producing, well on plunger lift |       |      |             |           |         |    |               |    |
| Corrective Action:   |                                 |       |      |             |           | Date:   |    |               |    |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 |                                 |       |      |             |           |         |    |               |    |
| Facility ID:   | 277738                          | Type: | WELL | API Number: | 045-10761 | Status: | PR | Insp. Status: | PR |
| Producing Well   |                                 |       |      |             |           |         |    |               |    |
| Comment:   | Producing, well on plunger lift |       |      |             |           |         |    |               |    |
| Corrective Action:   |                                 |       |      |             |           | Date:   |    |               |    |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 |                                 |       |      |             |           |         |    |               |    |
| Facility ID:   | 277739                          | Type: | WELL | API Number: | 045-10760 | Status: | PR | Insp. Status: | PR |
| Producing Well   |                                 |       |      |             |           |         |    |               |    |
| Comment:   | Producing, well on plunger lift |       |      |             |           |         |    |               |    |
| Corrective Action:   |                                 |       |      |             |           | Date:   |    |               |    |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 |                                 |       |      |             |           |         |    |               |    |
| Facility ID:   | 277759                          | Type: | WELL | API Number: | 045-10763 | Status: | PR | Insp. Status: | PR |
| Producing Well   |                                 |       |      |             |           |         |    |               |    |
| Comment:   | Producing, well on plunger lift |       |      |             |           |         |    |               |    |
| 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                             |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|-------------------------------------|
| Rip Rap          |                 |                         |                       |  |                          |                                     |
|                  |                 |                         |                       | Material Handling And Spill Prevention |                          | Chemical tank containment           |
| Other            |                 |                         |                       |  |                          | Possible soil stockpile on location |

Comment: Possible soil stockpile on location (snow covered at time of inspection)  
Some fluid in chemical tank containment, may need maintenance in the near future.  
Limited Stormwater inspection due to snow

Corrective Action:

Date: \_\_\_\_\_

Pits: ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

| Comment   | User     | Date       |
|---|----------|------------|
| Please refer to Equipment for corrective action & also refer to Housekeeping & Stormwater for comments. | smelserw | 02/18/2025 |

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

| Document Num | Description                                | URL   |
|--------------|--|---|
| 708905776    | Inspection 708905774 wellhead leak video 1 | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925146">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925146</a> |
| 708905777    | Inspection 708905774 wellhead leak video 2 | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925147">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925147</a> |
| 708905778    | Inspection 708905774 Stormwater photo log  | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925148">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925148</a> |
| 708905779    | Inspection 708905774 photo log             | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925149">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6925149</a> |