

**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:

05/13/2025

Submitted Date:

05/20/2025

Document Number:

708906519

FIELD INSPECTION FORMLoc ID 334852 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

ECMC Operator Number: 10844

Name of Operator: QB ENERGY OPERATING LLC

Address: 1001 17TH STREET SUITE 1600

City: DENVER State: CO Zip: 80202

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

27 Number of Comments

2 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
QB Energy		ecmc.inspections@qb-energy.com	
Longworth, Mike		mike.longworth@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
264659	WELL	PR	01/12/2003	GW	045-08935	KRK 7-11C (K7)	PR
264660	WELL	PR	11/01/2023	GW	045-08933	KRK 7-6D (D7)	SI

General Comment:**CECMC Inspection/Audit Report Summary**

On 05/13/2025 at approximately 16:19 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC KRK 7-11C (K7) Pad
Location # 334852 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. Signs/Marker - Emergency contact # on wellhead signs incorrect/# is disconnected & not in service with a CA date of 06/19/2025
2. Equipment - Multiple unused flowlines do not comply with CECMC rules with a CA date of 05/27/2025

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				
Lease Road:				
Type	Access			
comment:				
Corrective Action	L			Date:
Overall Good: <input type="checkbox"/>				
Signs/Marker:				
Type	OTHER			
Comment:	Upon the Director's approval of a Form 9 the Buying Operator will have 60 days to replace or update all signs at the Oil and Gas Location so that the signs comply with Rule 605.			
Corrective Action:				Date:
Type	BATTERY			
Comment:				
Corrective Action:				Date:
Type	TANK LABELS/PLACARDS			
Comment:				
Corrective Action:				Date:
Type	WELLHEAD			
Comment:	Signs at separators Emergency phone # on 3 wellhead signs is disconnected & not in service/not in compliance with CECMC rules			
Corrective Action:	Comply with CECMC 600 series rules			Date: 06/19/2025
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:
Emergency Contact Number:				
Comment:	911/970-285-2615			
Corrective Action:				Date: _____
Good Housekeeping:				
Type	DEBRIS			
Comment:	Debris - please refer to photo log			
Corrective Action:				Date:
Overall Good: <input type="checkbox"/>				
Spills:				
Type	Area	Volume		

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Equipment:		corrective date
Type: Ancillary equipment	# 1	
Comment: Liquid nitrogen tank No FORM 4 SUNDRY for equipment/not in compliance with CECMC rules		
Corrective Action:		Date:
Type: Gas Meter Run	# 2	
Comment:		
Corrective Action:		Date:
Type: Ancillary equipment	# 1	
Comment: Cataflow solar powered motor for heat trace system No FORM 4 SUNDRY for equipment/not in compliance with CECMC rules		
Corrective Action:		Date:
Type: Pig Station	# 1	
Comment:		
Corrective Action:		Date:
Type: Ancillary equipment	# 1	
Comment: Chemical tank		
Corrective Action:		Date:
Type: Bradenhead	# 2	
Comment: Pressure transducers located on bradenheads, bradenhead valves are accessible.		
Corrective Action:		Date:
Type: Plunger Lift	# 2	
Comment: All wells on plunger lift		
Corrective Action:		Date:
Type: Vertical Heated Separator	# 2	
Comment:		
Corrective Action:		Date:
Type: Gas Meter Run	# 1	
Comment: Summit Midstream		
Corrective Action:		Date:
Type: Bird Protectors	# 1	
Comment:		
Corrective Action:		Date:
Type: Deadman # & Marked	# 1	
Comment: 1 improperly marked deadman - please refer to photo log All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor.		

Corrective Action:		Date:	
Type: Other	# 5		
Comment:	Multiple unused flowlines do not comply with CECMC rules		
Corrective Action:	Comply with CECMC 600 & 1100 series rules	Date:	05/27/2025

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	<50 BBLS	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	500 gal	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate			
Comment:	Centralized containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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:	Centralized containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLS	STEEL AST		,
Comment:	Tanks equipped with telemetry				
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		

Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate			
Comment:	Centralized containment			
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities									
Facility ID:	264659	Type:	WELL	API Number:	045-08935	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:	264660	Type:	WELL	API Number:	045-08933	Status:	PR	Insp. Status:	SI
Idle Well									
Purpose:	<input checked="" type="checkbox"/> Shut In		<input type="checkbox"/> Temporarily Abandoned		Reminder:				
Comment:	Shut In								
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				
		Compaction				Light compaction in some sections
Compaction						Light compaction
		Ditches				
				Material Handling And Spill Prevention		Chemical tank containment
Gravel						Sparse to none in most areas
		Gravel				Sparse to none

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Signs/Marker & Equipment for corrective actions & also refer to Signs/Marker, Housekeeping & Equipment for comments.	smelserw	05/19/2025

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

Document Num	Description	URL
404210389	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7057193
708906520	Inspection/Audit 708906519 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7057178
708906521	Inspection/Audit 708906519 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7057179