

**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:

05/28/2025

Submitted Date:

05/30/2025

Document Number:

708906608

**FIELD INSPECTION FORM**Loc ID 334864 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:**

25 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
Haverkamp, Curtis		curtis.haverkamp@state.co.us	
Katz, Aaron		aaron.katz@state.co.us	
QB Energy		ecmc.inspections@qb-energy.com	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211085	WELL	PR	10/01/2023	GW	045-06843	KRK 7-8	PR
260667	WELL	PR	10/01/2023	GW	045-07896	KRK 7-2A (H7)	PR
260668	WELL	PR	10/01/2023	GW	045-07897	KRK 7-1A (H7)	PR
260669	WELL	PR	10/01/2023	GW	045-07898	KRK 7-7A (H7)	PR
261362	WELL	PR	10/01/2023	GW	045-07947	KRK 7-8A (H7)	PR

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

On 05/28/2025 at approximately 16:27 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC KRK 7-8 (H7) Pad

Location # 334864 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 &amp; not in service with a CA date of 06/29/2025

2. Inspected Facilities - Multiple wells lack wellbore diagram/not in compliance with Rule 420 with a CA date of 06/29/2025

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: <input type="checkbox"/>				
<b>Signs/Marker:</b>				
Type	BATTERY			
Comment:				
Corrective Action:			Date:	
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	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	WELLHEAD			
Comment:	Signs at separators  Emergency contact # on wellhead signs incorrect/# is disconnected & not in service/not in compliance with CECMC rules			
Corrective Action:	Comply with CECMC 600 series rules		Date:	06/29/2025
Type	TANK LABELS/PLACARDS			
Comment:	3 tank labels contain inaccurate information			
Corrective Action:			Date:	
Emergency Contact Number:				
Comment:	911/970-285-2615			
Corrective Action:				Date: _____
Overall Good: <input type="checkbox"/>				
<b>Spills:</b>				
Type	Area	Volume		
In Containment: No				
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				
<b>Fencing/:</b>				
Type	OTHER			
Comment:	Summit Midstream meter house - jersey barriers & pipe rail fence			
Corrective Action:			Date:	
Type	WELLHEAD			

Comment: <a href="#">Cattle panels</a>			
Corrective Action:		Date:	
<b>Equipment:</b>			corrective date
Type: Plunger Lift	# 5		
Comment: <a href="#">All wells on plunger lift</a>			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 4		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment: <a href="#">Summit Midstream</a>			
Corrective Action:		Date:	
Type: Gas Meter Run	# 5		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment: <a href="#">Liquid nitrogen tank</a>			
<a href="#">Unable to locate FORM 4 SUNDRY for equipment/not in compliance with CECMC rules</a>			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 5		
Comment: <a href="#">Pressure transducers located on bradenheads, bradenhead valves are accessible.</a>			
Corrective Action:		Date:	

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLS	STEEL AST		,
Comment: <a href="#">Tanks equipped with telemetry</a>					
Corrective Action:					Date:

**Paint**

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

**Berms**

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficent			
Comment:	Centralized containment				
Corrective Action:				Date:	
<b>Venting:</b>					
Yes/No	NO				
Comment:					
Corrective Action:				Date:	
<b>Flaring:</b>					
Type					
Comment:					
Corrective Action:				Date:	

Inspected Facilities			
Facility ID: 211085	Type: WELL	API Number: 045-06843	Status: PR Insp. Status: PR
<b>Producing Well</b>			
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: 260667	Type: WELL	API Number: 045-07896	Status: PR Insp. Status: PR
<b>Producing Well</b>			
Comment:	Producing, well on plunger lift		
	Well lacks wellbore diagram/not in compliance with CECMC rules		
	Additionally the KRK 7-1A (H7), KRK 7-7A (H7) & KRK 7-8A (H7) wells also lack wellbore diagrams/not in compliance with CECMC rules.		
Corrective Action:	Comply with rule 420 & submit wellbore diagrams via FORM 4 SUNDRY or FORM 17	Date:	06/29/2025
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12			
Facility ID: 260668	Type: WELL	API Number: 045-07897	Status: PR Insp. Status: PR
<b>Producing Well</b>			
Comment:	Producing, well on plunger lift		
	Well lacks wellbore diagram/not in compliance with CECMC rules		
Corrective Action:		Date:	
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12			
Facility ID: 260669	Type: WELL	API Number: 045-07898	Status: PR Insp. Status: PR
<b>Producing Well</b>			
Comment:	Producing, well on plunger lift		
	Well lacks wellbore diagram/not in compliance with CECMC rules		
Corrective Action:		Date:	
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12			
Facility ID: 261362	Type: WELL	API Number: 045-07947	Status: PR Insp. Status: PR
<b>Producing Well</b>			
Comment:	Producing, well on plunger lift		
	Well lacks wellbore diagram/not in compliance with CECMC rules		
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
		Compaction				
Gravel						Sparse to none
		Gravel				Sparse to none
		Culverts				
Compaction						Lack of stabilization/compaction
Berms						
		Ditches				
Other						Stockpiled soils with dirt berm BMP

Comment: [Lack of stabilization/compaction in some areas - please refer to photo log](#)

Corrective Action:

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

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

Comment	User	Date
<a href="#">Please refer to Signs/Marker &amp; Inspected Facilities for corrective actions &amp; also refer to Equipment &amp; Stormwater for comments.</a>	smelserw	05/30/2025

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

Document Num	Description	URL
708906609	Inspection/Audit 708906608 Stormwater photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7076055">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7076055</a>
708906610	Inspection/Audit 708906608 photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7076056">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7076056</a>