

**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:

06/12/2025

Submitted Date:

06/13/2025

Document Number:

708906729

FIELD INSPECTION FORMLoc ID 311570 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:**

18 Number of Comments

1 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
Toews, Wesley		wtoews@blm.gov	
Haverkamp, Curtis		curtis.haverkamp@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
210914	WELL	SI	07/01/2022	GW	045-06672	FEDERAL J-10-7-94-S	SI

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

On 06/12/2025 at approximately 14:06 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC FEDERAL J-10-7-94-S

Location # 311570 in Garfield County Colorado.

Location is within Black Bear Habitat area & in close proximity to High Priority/Density Habitat areas.

While there, I observed normal production operations.

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

1. Inspected Facilities - Well lacks wellbore diagram/not in compliance with CECMC Rule 420 with a CA date of 07/13/2025

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.

Any corrective actions from previous inspections/audits that have not been addressed are still applicable.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**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	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Signs at separators		
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:	Sign at entrance to location		
Corrective Action:		Date:	

Emergency Contact Number:

Comment:	911/970-285-2615	
Corrective Action:		Date: _____

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:			
Type	LOCATION		
Comment:	Barbed wire fence		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Bradenhead	# 1		
Comment:	Pressure transducer located on bradenhead, bradenhead valve is accessible		
Corrective Action:		Date:	
Type: Gas Meter Run	# 3		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:	Well on plunger lift		
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	500 BBLS	STEEL AST		,
Comment:	Tank equipped with telemetry				
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal				
Comment:	Multiple holes in secondary containment liner/liner needs maintenance, additionally the liner is deteriorating in multiple areas/liner needs maintenance Please refer to inspection 708906726 for corrective action			
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		

Corrective Action:		Date:	
Flaring:			
Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities										
Facility ID:	210914	Type:	WELL	API Number:	045-06672	Status:	SI	Insp. Status:	SI	
Idle Well										
Purpose:		<input checked="" type="checkbox"/> Shut In		<input type="checkbox"/> Temporarily Abandoned		Reminder:				
Comment:		<div>Shut In</div> <div>OUT OF SERVICE DESIGNATION - FORM 6A document # 403150040</div> <div>Well lacks wellbore diagram/not in compliance with CECMC Rule 420</div>								
Corrective Action:		<div>Comply with CECMC Rule 420 & submit wellbore diagram via FORM 4 SUNDRY or FORM 17</div>					Date:			07/13/2025

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
Berms						
Gravel						Sparse to none in areas
Compaction						Small amount of light compaction
		Culverts				
		Ditches				
		Gravel				Sparse to none in most sections
		Sediment Traps				
		Compaction				Small amount of light compaction

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

Comment	User	Date
Please refer to Inspected Facilities for corrective action	smelserw	06/13/2025
Dual lease - Shared facilities with the SAVAGE FEDERAL 10-7D (RJ10) location # 311622		

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

Document Num	Description	URL
708906730	Inspection/Audit 708906729 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7094905
708906731	Inspection/Audit 708906729 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7094906