

**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:

07/01/2025

Submitted Date:

07/02/2025

Document Number:

713400899**FIELD INSPECTION FORM**Loc ID 424424 Inspector Name: Popejoy, Dusty On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 10844Name of Operator: QB ENERGY OPERATING LLCAddress: 1001 17TH STREET SUITE 1600City: 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 Comments3 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
ENERGY, QB		ecmc.inspections@qb-energy.com	
Toews, Wesley		wtoews@blm.gov	
Longworth, Mike		mike.longworth@state.co.us	
Kellerby, Shaun		shaun.kellerby@state.co.us	
Andrews, Doug		doug.andrews@state.co.us	
Koch, Benjamin		bzkoch@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
424429	WELL	PR	07/21/2012	GW	077-10163	Federal 2-6H (PL35NW)	PR

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

On 07/1/2025 at approximately 12:34 hours, Compliance Inspector Dusty Popejoy conducted an on-site inspection/audit at QB ENERGY OPERATING LLC PL35NW PAD at Location ID #424424 in Mesa County, Colorado.

This location is within or in close proximity to, a CPW Density/High Priority Habitat, Black Bear, NSO Habitat, or Wildlife Management area.

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

1. Equipment - Multiple unused flowlines do not comply with CECMC 600 & 1100 series rules with a CA date of 07/9/2025
2. Equipment - Hole in separator building/wildlife hazard/available for entry by wildlife with a CA date of 07/9/2025
3. Housekeeping - Loose barbed wire fencing/wildlife hazard with a CA date of 07/9/2025

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

Location

Lease Road:			
Type	Access		
comment:	Access		
Corrective Action		Date:	

Overall Good: ☐

Signs/Marker:			
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign on dehydrator building is inaccurate, refer to photos		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at start of lease road		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Sign at separator		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Label on methanol tank has incorrect operator name, refer to photos		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass on the side of the unit indicates that the storage tank contains an unknown fluid. No form of labeling or markers is present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-285-2615/911

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Loose barbed wire fencing/wildlife hazard		
Corrective Action:	Comply with CECMC wildlife rules	Date:	07/09/2025

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment: ☐ Multiple Spills and Releases?

<u>Fencing/:</u>			
Type	OTHER		
Comment:	Pig Station - Jersey barriers		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Jersey barriers		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Dehydrator - Jersey barriers		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Jersey barriers		
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire		
Corrective Action:		Date:	

<u>Equipment:</u>			corrective date
Type: Vertical Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Laramie Energy		
Corrective Action:		Date:	
Type: Dehydrator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Methanol tank - Equipment does not appear to be in operators Form 2A or a Form 4 Sundry as required by CECMC rules. Corrective action may be issued in future inspections if operator remains out of compliance.		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank - Equipment does not appear to be in operators Form 2A or a Form 4 Sundry as required by CECMC rules. Corrective action may be issued in future inspections if operator remains out of compliance.		

Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Hole in separator building/wildlife hazard/available for entry by wildlife		
Corrective Action:	Comply with CECMC wildlife rules	Date:	07/09/2025
Type: Other	# 3		
Comment:	Multiple unused flowlines do not comply with CECMC 600 & 1100 series rules		
Corrective Action:	Comply with CECMC 600 & 1100 series rules	Date:	07/09/2025
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

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

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	12 bbls
Other (Type)	

Berms

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

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	Adequate	Walls Sufficient		

Comment:	Centralized containment		
Corrective Action:		Date:	
<u>Venting:</u>			
Yes/No	NO		
Comment:			
Corrective Action:		Date:	
<u>Flaring:</u>			
Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities									
Facility ID:	424429	Type:	WELL	API Number:	077-10163	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing well								
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
Ditches						
		Ditches				
		Sediment Traps				
		Berms				
Compaction						
Berms						
Gravel						Sparse

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

Comment	User	Date
Please refer to Equipment & Housekeeping for corrective actions, also Signs/Marker & Equipment for comments.	popejoyd	07/02/2025

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

Document Num	Description	URL
713400900	713400899 Inspection-Audit Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7126279