FORM INSP Rev X/15

State of Colorado
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

FIELD INSPECTION FORM

Inspection Date: 01/31/2019
Submitted Date: 02/01/2019
Document Number: 682504465

Loc ID	Inspector Name:	On-Site Inspection	
436809	Trujillo, Aaron	2A Doc Num:	

Operator Information:

OGCC Operator Number: 10651
Name of Operator: VERDAD RESOURCES LLC
Address: 5950 CEDAR SPRINGS ROAD
City: DALLAS State: TX Zip: 75235

Status Summary:

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:

- 8 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
		Regulatory@verdadoil.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
436811	WELL	PR	11/04/2015	OW	123-39277	Hemberger 5-26-8-60	RI
436812	WELL	PR	12/15/2015	WA	123-39278	Hemberger 6-26-8-60	RI
436920	WELL	PR	11/05/2015	OW	123-39331	Hemberger 4-26-8-60	RI

General Comment:

This is an Interim Reclamation and Stormwater Inspection.

This inspection is being entered for notification and documentation only and is not intended to provide the Operator the opportunity to resolve the alleged violations without the imposition of a penalty, pursuant to Rule 522.c.

Location Construction

Location ID: 436809 CDP:

Comment: A disturbance area of 7.19 acres was mapped on 01/31/2019; this is not in compliance with the approved Form 2A for the permitted disturbance area of 6.8 acres.

Corrective Action: **Date:**

Form 2A COAs:

Comment:

Corrective Action: **Date:**

Wildlife BMPs:

Comment:

Corrective Action: **Date:**

Comment:

Corrective Action: **Date:**

On Site Inspection (305):

Surface Owner Contact Information:

Name: Address:

Phone Number: Cell Phone:

Operator Rep. Contact Information:

Landman Name: Phone Number:

Date Onsite Request Received: Date of Rule 306 Consultation:

Request LGD Attendance:

LGD Contact Information:

Name: Phone Number: Agreed to Attend:

Summary of Landowner Issues:

Summary of Operator Response to Landowner Issues:

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

Inspector Name: Trujillo, Aaron

Inspected Facilities

Facility ID:	436811	Type:	WELL	API Number:	123-39277	Status:	PR	Insp. Status:	RI

Producing Well

Comment:	PR Well, Interim reclamation and stormwater inspection		
Corrective Action:		Date:	

Facility ID:	436812	Type:	WELL	API Number:	123-39278	Status:	PR	Insp. Status:	RI

Producing Well

Comment:	PR Well, Interim reclamation and stormwater inspection		
Corrective Action:		Date:	

Facility ID:	436920	Type:	WELL	API Number:	123-39331	Status:	PR	Insp. Status:	RI

Producing Well

Comment:	PR Well, Interim reclamation and stormwater inspection		
Corrective Action:		Date:	

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: RANGELAND

Comment:

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment

Corrective Action Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment

Corrective Action Date _____

1002c. PROTECTION OF SOILS _____

Comment: After the Operator performs Interim Reclamation activities, COGCC Staff recommends leaving enough topsoil stockpiled for Final Reclamation.

Corrective Action Date _____

1002E. SURFACE DISTRURBANCE MINIMIZATION _____

Comment

Corrective Action Date _____

1003a. Waste and Debris removed? _____

Comment

Corrective Action Date _____

Unused or unneeded equipment onsite? _____

Comment

Corrective Action Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment

Corrective Action Date _____

Guy line anchors marked? _____

Comment

Corrective Action Date _____

Inspector Name: Trujillo, Aaron

1003b. Area no longer in use? Fail Production areas stabilized ?

1003c. Compacted areas have been cross ripped?

1003d. Drilling pit closed? Subsidence over on drill pit?

Cuttings management:

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? Fail

Production areas have been stabilized? Segregated soils have been replaced? Fail

RESTORATION AND REVEGETATION

Cropland

Top soil replaced Recontoured Perennial forage re-established

Non-Cropland

Top soil replaced Fail Recontoured Fail 80% Revegetation Fail

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA%

TRANSECT RESULTS OF REFERENCE AREA%

TOTAL % OF DESIRABLE VEGETATION COVER

VEGETATIVE COVER

1003 f. Weeds Noxious weeds?

Comment: This Location is not in compliance with Rule 1003, as the Operator has failed to perform interim reclamation activities to reduce disturbance to areas only needed for production operations. Note: This Location received an approved 502.b variance to delay interim reclamation of the location for three (3) years. The 502.b variance was approved until 12/31/2018

Corrective Action: Comply with Rule 1003. Corrective action date is being back dated to when Interim Reclamation activities should have been completed. Date **12/31/2018**

Overall Interim Reclamation Fail

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: Date Final Reclamation Completed:

Final Land Use: RANGELAND

Reminder:

Comment:

Well plugged Pit mouse/rat holes, cellars backfilled

Debris removed No disturbance /Location never built

Access Roads Regraded Contoured Culverts removed

Gravel removed

Location and associated production facilities reclaimed Locations, facilities, roads, recontoured

Compaction alleviation Dust and erosion control

Non cropland: Revegetated 80% Cropland: perennial forage

Weeds present Subsidence

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA%

TRANSECT RESULTS OF REFERENCE AREA%

TOTAL % OF DESIRABLE VEGETATION COVER

VEGETATIVE COVER

Comment:

Inspector Name: Trujillo, Aaron

Corrective Action:		Date	
Overall Final Reclamation		Well Release on Active Location ☐	Multi-Well Location ☐

COGCC Comments

Comment	User	Date
Permitted 2A doc. #400575054 states disturbance area for location to be 6.8 acres, reduced to 2 acres post interim reclamation.	trujilloam	02/01/2019

Attached Documents

You can go to COGCC Images (https://cogcc.state.co.us/weblink/) and search by document number:

Document Num	Description	URL
682504466	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4722535