

**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

Inspection Date:

05/27/2020

Submitted Date:

05/29/2020

Document Number:

689804195**FIELD INSPECTION FORM**Loc ID 313253 Inspector Name: Waldron, Emily On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**OGCC Operator Number: 10112Name of Operator: FOUNDATION ENERGY MANAGEMENT LLCAddress: 5057 KELLER SPRINGS RD STE 650City: ADDISON State: TX Zip: 75001**Status Summary:**

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

**Findings:**8 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
		dnr_cogccenforcement@state.co.us	
Contact, General		regulatory@foundationenergy.com	Regulatory
Pesicka, Conor		conor.pesicka@state.co.us	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
282035	WELL	PR	02/01/2020	GW	081-07263	LION GOVERNMENT 23-36	PR

**General Comment:****COGCC Inspection Report 689804195 Summary**

On Wednesday 05/27/2020 at approximately 12:30, I, Inspector Emily Waldron, conducted a field inspection at Foundation Energy Management LLC Lion Government 23-36, at 05-081-07263 in Moffat County Colorado.

While there, I observed Production.

During this inspection the following possible compliance issues were observed:

Frack sand truck stored on location, still in vertical position. See photo 1. Port-a-potty from frack on location. See photo 3. Comply with Rule 603.f by 6/29/2020.

Improper management of unused FRAC Sand. Sand spilled from truck and blowing around and off of location. See photos 4-11.

Immediately comply with material handling and guidance per MSDS or product data sheet. Submit document, procedures, and waste disposal manifest to COGCC field inspector by 6/9/2020.

Stained soil at wellhead. See photo 2. Comply with Rule 603.f and properly dispose of oily waste in accordance with 907.e by 6/15/2020.

I spoke with Daniel Lapp at Foundation and asked why the sand truck was still on location following the frack in October 2019 (Form 42 document number 402215076, Inspection document number 689803240). Mr. Lapp told me that Foundation was waiting on Haliburton to remove the truck. Mr. Lapp said that Foundation was aware of the spilled sand but winter prevented clean-up. Mr. Lapp told me that once the inspection report was received action to remove the sand would begin.

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

This is a summary of inspection report 689804195.

**Location**Overall Good: ☒

<b>Signs/Marker:</b>			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 1-866-767-3600

Corrective Action:

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

**Good Housekeeping:**

Type	STORAGE OF SUPL		
Comment:	Frack sand truck stored on location, still in vertical position. Port-a-potty from frack on location.		
Corrective Action:	Comply with Rule 603.f .	Date:	06/29/2020
Type	OTHER		
Comment:	Stained soil at wellhead.		
Corrective Action:	Comply with Rule 603.f . Properly dispose of oily waste in accordance with 907.e.	Date:	06/15/2020

Overall Good: ☐

<b>Spills:</b>			
Type	Area	Volume	
Other			
Comment:	Improper management of unused FRAC Sand. Sand spilled from truck and blowing around and off of location.		
Corrective Action:	Immediately comply with material handling and guidance per MSDS or product data sheet. Submit document, procedures, and waste disposal manifest to COGCC field inspector.		Date: 06/09/2020

In Containment: No

Comment:

☐ Multiple Spills and Releases?

<b>Equipment:</b>			corrective date
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Pump Jack	# 1		

Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	#		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	300 BBLs	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			Adequate
Comment:				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	2	300 BBLs	HEATED 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			Adequate
Comment:				
Corrective Action:				Date:

**Venting:**

Yes/No		
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Comment:			
Corrective Action:		Date:	
<b>Flaring:</b>			
Type			
Comment:			
Corrective Action:		Date:	

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<b>Inspected Facilities</b>				
Facility ID: 282035	Type: WELL	API Number: 081-07263	Status: PR	Insp. Status: PR
<b>Producing Well</b>				
Comment:	Pumping.			
Corrective Action:				Date:

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**Reclamation - Storm Water - Pit****Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment:

Corrective Action:

Date:

**Pits:** ☐ NO SURFACE INDICATION OF PIT

**Attached Documents**

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

Document Num	Description	URL
689804197	Inspection Photos	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5162223">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5162223</a>