

**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:

07/20/2022

Submitted Date:

08/09/2022

Document Number:

688312790**FIELD INSPECTION FORM**Loc ID 320662 Inspector Name: Sherman, Susan On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 46290Name of Operator: KP KAUFFMAN COMPANY INCAddress: 1700 LINCOLN ST STE 4550City: DENVER State: CO Zip: 80203**Status Summary:**

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

Findings:5 Number of Comments2 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
Leonard, Mike		mike.leonard@state.co.us	
KPK		cogcc@kpk.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
204342	WELL	PR	02/01/2022	GW	005-06427	CHURCH 7-A 41-2	PR

General Comment:**Crypto Mining Equipment Inspection**

Form: (04) 402436614 11/28/2021 1) Flaring of natural gas shall comply with COGCC Rule 912. 2) Submit requests to flare annually to COGCC on Form 4 (Sundry Notice), which discusses timing to connect to sales line, plans to develop infrastructure, and justification for continued venting/flaring. Provide gas analysis including H₂S with each Sundry Notice. 3) Report metered flaring volumes on Form 7, Operators Monthly Report of Operations. Plunger lift should report gas volumes during all months of production. 4) The operator is required to obtain and maintain any required air permits from CDPHE. 5) The expectation for permanent flares controlling separators will be an enclosed combustion device with a 98% design destruction efficiency for hydrocarbons. 6) Notify the local emergency dispatch or the local governmental designee of natural gas flaring.

Form: (04) 402436614 11/28/2021 Must have an approved gas capture plan or variance approved by the Commission prior to January 15, 2022. Must be complete and provide all necessary details. Without prior approval - well is to be shut in and conserved until gas capture plan or variance is approved.

Form: (04) 402436614 11/28/2021 There is not an annual request for 2021. Prior approval is required

Location

Lease Road:			
Type	Access		
comment:	control weeds		
Corrective Action	Comply with Rule 606.	Date:	08/23/2022

Overall Good: ☐

Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 303-825-4822 went to 303-833-5670 and she answered

Corrective Action: Date: Overall Good: ☐

Spills:					
Type	Area	Volume			

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Bradenhead	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 0		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
			CENTRALIZED BATTERY		,	
Comment:						
Corrective Action:						Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance

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

Inspected FacilitiesFacility ID: 204342 Type: WELL API Number: 005-06427 Status: PR Insp. Status: PR**Producing Well**Comment: [pr 5/1/2022 reported at SI to COGCC database.](#)

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Corrective Action: [Submit Form 4 Sundry Gas Capture Plan that reflects current operations. Contact COGCC Engineer.](#)Date: 08/23/2022

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	Pass	Compaction	Pass			
Gravel	Pass	Gravel	Pass			

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
403130042	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5824041
688312879	KPK Chruch 7-A 41-2	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5824030