

**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:

03/01/2023

Submitted Date:

03/01/2023

Document Number:

702500942

FIELD INSPECTION FORMLoc ID 336462 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10775

Name of Operator: KT RESOURCES LLC

Address: 3381 WESTBROOK LANE

City: HIGHLANDS State: CO Zip: 80129

Status Summary:

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

Findings:

14 Number of Comments

2 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
Adams, Karen	(303) 886-8733	adams@kt-res.com	
Boulger, Levin		levin@kt-res.com	
Gale, Tony	(303) 886-8733	tony@kt-res.com	
Kellerby, Shaun	(970) 712-1248	shaun.kellerby@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
270161	WELL	PR	08/01/2022	GW	103-10392	ANT HILL UNIT 36-11	PR
270162	WELL	PR	06/01/2022	GW	103-10393	ANT HILL UNIT 36-11BD	PR

General Comment:**COGCC Inspection Report Summary**

On Wednesday, 03/01/2023, Inspector Kirby Burchett, conducted a routine field inspection at KT Resources on the Ant Hill Unit-62N97W 36NWNW Location, Location #336462, in Rio Blanco County, Colorado.

This location is within or in close proximity to Parks and Wildlife (CPW) High Priority/NSO/Density/Other Consultation Habitat and Public Water System (PWS) Protection regulations.

Any Corrective Actions from previous Inspections are still applicable.

While there, I observed normal production operations. During this inspection the following compliance issues were observed:

1. Debris inside tank battery.
2. Chemical tank labeling illegible.

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

LocationOverall Good: ☐

Signs/Marker:			
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the unit indicates the storage tank is full of fluid. Labeling or markers are not present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911 / (800) 288-0560

Corrective Action:

Date: _____

Good Housekeeping:

Type	DEBRIS		
Comment:	Debris inside tank battery		
Corrective Action:	All trash, rubbish, and other waste material will be properly contained until removed from the Oil and Gas Location. At no time will trash, debris, or rubbish be placed or remain on the ground.		Date: 03/13/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
------	------	--------	--	--

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type	LOCATION		
Comment:	Barbed wire		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Pipe rail around 36-11 well		
Corrective Action:		Date:	

Equipment:

Type: Ancillary equipment	# 1		corrective date
---------------------------	-----	--	-----------------

Comment:	Chemical tank on plastic containment. Labels faded and illegible.			
Corrective Action:	Containers that are used to store, treat, or otherwise handle a hazardous material and which are required to be marked, placarded, or labeled in accordance with the U.S. Department of Transportation's Hazardous Materials Regulations, will retain the markings, placards, and labels on the Container. Such markings, placards, and labels will be retained on the Container until it is sufficiently cleaned of residue and purged of vapors to remove any potential hazards.		Date:	04/03/2023
Type: Plunger Lift	# 2			
Comment:	Both wells			
Corrective Action:			Date:	
Type: Dehydrator	# 1			
Comment:	Gas pipeline			
Corrective Action:			Date:	
Type: Bradenhead	# 2			
Comment:	Valves are accessible			
Corrective Action:			Date:	
Type: Deadman # & Marked	# 5			
Comment:				
Corrective Action:			Date:	
Type: Gas Meter Run	# 2			
Comment:	Meters have been calibrated within the last year			
Corrective Action:			Date:	
Type: Horizontal Heater Treater	# 2			
Comment:				
Corrective Action:			Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	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	Walls Sufficient	Base Sufficient	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	Walls Sufficent	Base Sufficent	Adequate
Comment:				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	2	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	Walls Sufficent	Base Sufficent	Adequate
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities									
Facility ID:	270161	Type:	WELL	API Number:	103-10392	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Plunger lift								
Corrective Action:						Date:			
Facility ID:	270162	Type:	WELL	API Number:	103-10393	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Plunger lift								
Corrective Action:						Date:			

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Ditches				
		Culverts				
				Material Handling And Spill Prevention		
		Berms				
		Drains				
Retention Ponds						
Berms						
Ditches						

Comment: [Limited Stormwater inspection due to location being covered with snow.](#)

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
403334824	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6037682
702500945	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6037679