

**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:

04/07/2023

Submitted Date:

04/09/2023

Document Number:

702501120

FIELD INSPECTION FORMLoc ID 315416 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 51130

Name of Operator: LOCIN OIL CORPORATION

Address: 600 TRAVIS ST STE 6161

City: HOUSTON State: TX Zip: 77002

Status Summary:

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

Findings:

10 Number of Comments

3 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 |
|------------------|----------------|----------------------------|---------|
| Katz, Aaron | (970) 765-6300 | aaron.katz@state.co.us | |
| Heil, John | | john.heil@state.co.us | |
| Kellerby, Shaun | (970) 712-1248 | shaun.kellerby@state.co.us | |
| Arnim, Rees | (713) 469-0275 | rarnim@locin.energy | |
| Benedict, Daniel | (303) 902-1593 | dbenedict@locin.energy | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------------------|-------------|
| 230794 | WELL | PR | 08/01/2020 | GW | 103-08463 | N. DOUGLAS CREEK 3-33-1-1 | PR |

General Comment:**COGCC Inspection Report Summary**

On Friday, 04/07/2023, Inspector Kirby Burchett, conducted a follow up field inspection at Locin Oil Corporation on the N. Douglas Creek 3-33-1-1 well, Location #315416, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District with High Priority, NSO, and Density Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

Corrective Actions from Field Inspection #702500901 have not been corrected.

While there during normal production operations the following compliance issues were observed:

1. Stormwater BMP implementation and maintenance.
2. Production pit on location with no pit identification number.
3. Tank containment too small to hold 150% of tank capacity.
4. Local contact number on signage not set up to receive calls.

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 | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911 / (970) 675-8451. Called local number.
 "You have reached a number that is not currently set up to receive calls. Please try again later."

Corrective Action: Date:

Good Housekeeping:

| | | | |
|--------------------|---|-------|------------|
| Type | OTHER | | |
| Comment: | No pit permit on file for production pit. | | |
| Corrective Action: | Submit an eForm 15 Pit Report to update COGCC records with current information. | Date: | 05/08/2023 |

Overall Good: ☐**Spills:**

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

In Containment: No

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

| | | | |
|--------------------|-------------|-------|--|
| Type | PIT | | |
| Comment: | Woven wire. | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|----------------------------|-----|-------|-----------------|
| Type: Horizontal Separator | # 1 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Pump Jack | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # | | |
| Comment: | | | |

| | | | |
|---------------------|---|-------|--|
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Gas meter calibration card indicates the most recent calibration is within the past year. | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 1 | | |
| Comment: | Accessible | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| | | | | | | |
|--------------------|---|-----------|-----------|---------|--------|-------|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| PRODUCED WATER | 1 | <100 BBLS | STEEL AST | | , | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | 90 | |
| Other (Type) | | |

Berms

| | | | | | |
|--------------------|---|---------------------|---------------------|-------------|------------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Earth | Adequate | Walls Sufficient | Base Sufficient | Adequate | |
| Comment: | Approximately 12 ft x14 ft x 2 ft of Depth and 16 ft x 18 ft x 1 ft of Depth Containment capacity insufficient. | | | | |
| Corrective Action: | Secondary containment is inadequate to contain 150% of the volume of the largest tank. | | | | Date: 05/05/2023 |

Venting:

| | | | |
|--------------------|-------|--|--|
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | Date: | | |

Flaring:

| | | | |
|--------------------|-------|--|--|
| Type | | | |
| Comment: | | | |
| Corrective Action: | Date: | | |

| Inspected Facilities | | | | | | | | | |
|----------------------|---------------------------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 230794 | Type: | WELL | API Number: | 103-08463 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Rod pump. Gas sales off casing. | | | | | | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | | | | | |

Comment: No Stormwater BMPs. BLM road passes through location. Insufficient BMPs to control vehicle tracking.

Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control Stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation.

Oil and gas operators shall implement and maintain vehicle tracking Best Management Practices (BMPs) to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Corrective Action: Provide proper BMPs to prevent sediment migration from location and lease road.

Date: 04/24/2023

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 |
|--------------|----------------------|---|
| 403368567 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6076175 |
| 702501121 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6076174 |