

FORM INSP Rev 05/11	State of Colorado Oil and Gas Conservation Commission 1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109				DE	ET	OE	ES
	Inspection Date: <u>05/03/2012</u>							

FIELD INSPECTION FORM			
Location Identifier	Facility ID <u>415318</u>	Loc ID <u>415046</u>	Tracking Type Inspector Name: <u>LEONARD, MIKE</u>

Overall Inspection:
Unsatisfactory

Operator Information:

OGCC Operator Number: 10234 Name of Operator: BAYHORSE PETROLEUM LLC

Address: 2558 E PORTSMOUTH AVE

City: SALT LAKE CITY State: UT Zip: 84121

Contact Information:

Contact Name	Phone	Email	Comment
Vaughn, Rod	(435) 237-1169	rlvaughn47@gmail.com	CEO
Kliesen, Bob		kliesen@esrta.com	

Compliance Summary:

QtrQtr: SENE Sec: 28 Twp: 18S Range: 47W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Unsatisfactory	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
05/12/2010	200248705	PR	WO	U			N

Inspector Comment:

Related Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	
415318	WELL	PR	12/18/2010	OW	061-06840	TRADE WINDS 2-28	<input checked="" type="checkbox"/>

Equipment: Location Inventory

Special Purpose Pits: _____	Drilling Pits: <u>3</u>	Wells: <u>1</u>	Production Pits: _____
Condensate Tanks: _____	Water Tanks: <u>1</u>	Separators: <u>1</u>	Electric Motors: _____
Gas or Diesel Mortors: <u>1</u>	Cavity Pumps: _____	LACT Unit: _____	Pump Jacks: <u>1</u>
Electric Generators: _____	Gas Pipeline: _____	Oil Pipeline: _____	Water Pipeline: _____
Gas Compressors: _____	VOC Combustor: _____	Oil Tanks: <u>2</u>	Dehydrator Units: _____
Multi-Well Pits: _____	Pigging Station: _____	Flare: _____	Fuel Tanks: _____

Location

Lease Road:

Type	Satisfactory/Unsatisfactory	comment	Corrective Action	Date
Main	Unsatisfactory		INSTALL BPM's TO PREVENT WIND EROSION	05/31/2012

BMP Type	Comment
PROPOSED BMPs	<p>BAYHORSE PETROLEUM, LLC</p> <p>BEST MANAGEMENT PRACTICES</p> <p>Trade Winds 2 -28</p> <p>SE NE of Section 28, T18S -R47W</p> <p>1978' FNL and 662' FEL</p> <p>Kiowa County, CO</p> <p>1) Bayhorse Petroleum will only use such land as necessary for said drilling, completion and production operations. The access road and well pad size will be kept to the minimum that is needed, without compromising safety.</p> <p>2) Bayhorse Petroleum will make every reasonable effort to minimize the impact of all equipment associated with this well. Dust disturbances will be kept at a minimum via access road and water sprinkling of the drill site as needed. We will ensure garbage/mud sacks, etc. be stored in a caged container during drilling operations, to prevent any materials from being blown onto the highway.</p> <p>3) Bayhorse Petroleum will minimize adverse visual contrast by utilizing an appropriate color selection for completion equipment to blend in with the background and natural surroundings.</p> <p>4) Bayhorse Petroleum will reclamate the surface as close to the original contour as possible. We will reshape the well location and access road as closely as possible to the original contour in the case of a dry hole. We will re- spread topsoil that has been stockpiled from the initial grading. We will re-establish native vegetation on the ingresstregress access area in the</p> <p>Case of a dry hole. The drill site is not on crop land.</p>

Comment:

CA: **Date:**

Stormwater:

Erosion BMPs	Present	Other BMPs	Present

Corrective Action: Date:

Comments: Erosion BMPs:
 Other BMPs:

Comment:

Staking:

On Site Inspection (305):

Inspector Name: LEONARD, MIKE

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:

Facility

Facility ID: 415318 API Number: 061-06840 Status: PR Insp. Status: TA

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

S/V: Violation CA Date: 05/31/2012

CA: Well must be either: 1) Put on production or 2) Per COGCC Rule 326.b.(1) a mechanical integrity test shall be performed on each temporarily abandoned well within thirty (30) days of the date the well becomes incapable of production or 3) Be properly plugged and abandoned. 4) A sundry requesting continued temporarily abandoned status should be submitted to Bob Koehler at the COGCC within thirty (30) days of receipt of this report - the sundry should detail the plan for the future operation of the well and the way the well is closed to the atmosphere. Shut-in and temporarily abandoned wells must be properly reported on COGCC Form 7, Operator's Monthly Production Report.

Comment: WELL IS NOT SHUT IN PROPERLY HAS ONLY BUCKET ON WELLHEAD

Environmental

Spills/Releases:

Type of Spill: _____ Description: _____ Estimated Spill Volume: _____

Comment: _____

Corrective Action: _____ Date: _____

Reportable: _____ GPS: Lat _____ Long _____

Proximity to Surface Water: _____ Depth to Ground Water: _____

Water Well:

DWR Receipt Num: _____ Owner Name: _____ GPS: _____ Lat _____ Long _____

Field Parameters:

Sample Location: _____

Emission Control Burner (ECB): _____

Comment: _____

Pilot: Wildlife Protection Devices (fired vessels):

Reclamation - Storm Water - Pit

Interim Reclamation:

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

Land Use: RANGELAND

Comment: _____

1003a. Debris removed? Pass CM _____
CA _____ CA Date _____

Waste Material Onsite? Pass CM _____
CA _____ CA Date _____

Unused or unneeded equipment onsite? Fail CM _____

CA **REMOVE EQUIPMENT** CA Date **05/31/2012**

Pit, cellars, rat holes and other bores closed? _____ CM _____
CA _____ CA Date _____

Guy line anchors removed? Pass CM _____
CA _____ CA Date _____

Guy line anchors marked? _____ CM _____
CA _____ CA Date _____

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

1003c. Compacted areas have been cross ripped? Fail

1003d. Drilling pit closed? Pass 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? Fail Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003 f. Weeds Noxious weeds? _____

Comment: NO ITERIM RECLAMATION PERFORMED

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 _____

Inspector Name: LEONARD, MIKE

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 _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation

Storm Water:

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

S/U/V: **Unsatisfactory** Corrective Date: **05/31/2012**

Comment: **EVIDENCE OF WIND EROSION**

CA: **REPAIR EROSION ISSUES AND INSTALL BMP's TO PREVENT FURTHER EROSION**

Attached Documents

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

Document Num	Description	URL
664000542	Wellhead	http://cogcc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=2915259
664000543	Location and Pit Area	http://cogcc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=2915260
664000544	Unused Equipment	http://cogcc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=2915261