Inspector Name: Waldron, Emily

FORM INSP Rev

05/11

State of Colorado
Oil and Gas Conservation Commission

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Inspection Date:

04/02/2015

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1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109

		FIE	D INS	PECTI	ON F	ORM				TM •	Docu	ıment Num	
Location	Facility ID	Loc ID	Ins	pector Na	ame:		On-Site I	nspection	on 📗			67340199	
Identifier 223451 313046 Waldron,		ıldron, En	dron, Emily			2A Doc Num:			Overall Inspection: ACTION REQUIRED				
Operator In	formation:										AC	TION REQU	JIKED
OGCC Ope	erator Number	: 103°	8					×	THIS IS A I	OLLOW U	IP INS	PECTION	
Name of Op	perator: VAQI	JERO ENE	RGY INC					×	FOLLOW U	IP INSPEC	TION	REQUIRE)
Address: 4	700 STOCKE	DALE HWY	#120						NO FOLLO	W UP INSF	PECTI	ON REQU	RED
City: E	BAKERSFIELI	O Stat	e: <u>C</u>	Α	Zi	p: 933	309		INSPECTO CORRECT				
Contact Info	ormation:												
Contact Na	me	Ph	Phone			Email			Comment				
Kellerby, Sh	naun				shaun	.kellerby	@state.c	o.us					
Dobi, Chucl	k				cdobi@vaqueroenergy.com			com					
Compliance	e Summary:												
QtrQtr: SV	WSE	Sec:	c: <u>35</u>			Twp:9N			ange: 91W				
Insp. Date	Doc Nur	n Insp	. Type	Insp Status			Satisfactory /Action Required		PA P/F/I			/iolation (Y/N)	
10/20/2014	/20/2014 673401243		PR P		R ACTIC		ON REQUIRED					No	
08/27/2014	6734010)55	PR	PR		ACTION REQUIRED		JIRED				No	
08/16/2010	2002694	151	PR	PF	₹	SAT	ISFACT	ORY	I			No	
Inspector Co	omment:												
Related Fa	cilities:												
Facility ID	Туре	Status	Statu	s Date	We	II Class	API Nu	m	Facility Na	me		Insp Stat	us
112290	PIT	CL	12/14	1/2011			-		BLUE GR	AVEL 4-35	5	CL	
223451	WELL	PR	12/24	/2012	OW	1	081-06	817	FEDERAL	. 4-35		PR	×
<u>Equipmen</u>	<u>t:</u>	'			Locat	ion Invent	<u>ory</u>		'				
Special Purpose Pits:			Drilling Pits:					Wells	: Production Pits:				
Condensate Tanks:			Water Tanks:				Sep	arators	s:	Motors:			
Gas or Diesel Mortors:			Cavity Pumps:				LA	CT Unit	Pump Jacks:				
Electric Generators:			Gas Pipeline:				Oil F	Pipeline	Water Pi			Pipeline:	
Gas Compressors:			VOC	Combu		Oi	l Tanks	: Dehydrator			or Units:		
M	lulti-Well Pits	s:	Piç	gging Sta	ation:			Flare	:		Fuel	Tanks:	
	_					<u>Locati</u>	<u>on</u>			_			

Inspector Name: Waldron, Emily Signs/Marker: Satisfactory/Action Corrective Action **CA Date** Type Comment Required **TANK ACTION REQUIRED** No capacity on Install sign to comply with rule 05/07/2015 LABELS/PLACARDS produced water 210. tank. **WELLHEAD** SATISFACTORY Emergency Contact Number (S/A/V): SATISFACTORY Corrective Date: Comment: Corrective Action: **Good Housekeeping:** Satisfactory/Action **CA Date** Type Comment Corrective Action Required **WEEDS** SATISFACTORY Annual weeds on location. Spills: Type Area Volume Corrective action CA Date Multilple Spills and Releases? **Equipment:** Type Satisfactory/Action Comment Corrective Action **CA Date** Required **Bird Protectors** SATISFACTORY Deadman # & Marked SATISFACTORY 40.68984, -Horizontal Heated SATISFACTORY Separator 107.56970 Facilities: New Tank Tank ID: Contents # Capacity Type SE GPS PRODUCED WATER STEEL AST 40.689730,-107.569760 S/A/V: SATISFACTORY Comment: Corrective Action: Corrective Date: **Paint** Adequate Condition Other (Content) Other (Capacity) Other (Type) **Berms** Permeability (Wall) Permeability (Base) Type Capacity Maintenance Earth Adequate Inadequate Maintain berm and keep it free from overgrowth. Corrective Date 05/07/2015 Corrective Action Berm is overgrown. Comment Venting: Yes/No Comment

Inspector Name: Waldron, Emily Flaring: Satisfactory/Action Required Comment Type Corrective Action CA Date **Predrill** Location ID: 223451 Site Preparation: Pads: Soil Stockpile: Lease Road Adeq.: <u>S/A/V</u>: Corrective Action: Date: CDP Num.: Form 2A COAs: S/A/V: Comment: Date: CA: Wildlife BMPs: S/A/V: Comment: <u>CA</u>: Date: Stormwater: Comment: Staking: On Site Inspection (305): Surface Owner Contact Information: Name: Address: Cell Phone: Phone Number: Operator Rep. Contact Information: Landman Name: Phone Number: Date Onsite Request Received: Date of Rule 306 Consultation: Request LGD Attendance: LGD Contact Information: Agreed to Attend: Name: Phone Number: Summary of Landowner Issues: Summary of Operator Response to Landowner Issues: Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment: <u>Facility</u> PR Facility ID: 223451 Type: WELL API Number: 081-06817 Status: PR Insp. Status: **Producing Well** Comment: Environmental Spills/Releases: Description: Type of Spill: Estimated Spill Volume:

Inspector Name: Waldron, Emily Comment: Corrective Action: Date: GPS: Lat Long ____ Reportable: Depth to Ground Water: Proximity to Surface Water: Water Well: Long Lat DWR Receipt Num: Owner Name: GPS: Field Parameters: Sample Location: Emission Control Burner (ECB): Comment: Wildlife Protection Devices (fired vessels): **Reclamation - Storm Water - Pit Interim Reclamation:** Date Interim Reclamation Started: Date Interim Reclamation Completed: Land Use: Comment: Debris removed? CM ____ 1003a. CA Date Waste Material Onsite? CM CA Date Unused or unneeded equipment onsite? Pit, cellars, rat holes and other bores closed? CA Date Guy line anchors removed? CM CA Date Guy line anchors marked? ____ CM ___ Production areas stabilized? 1003b. Area no longer in use? 1003c. Compacted areas have been cross ripped? 1003d. Drilling pit closed? 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? Production areas have been stabilized? Segregated soils have been replaced? RESTORATION AND REVEGETATION Cropland Recontoured _____ Top soil replaced Perennial forage re-established

Inspector Name: Waldron, Emily Non-Cropland Recontoured Top soil replaced 80% Revegetation 1003 f. Weeds Noxious weeds? Comment: Overall Interim Reclamation Final Reclamation/ Abandoned Location: Date Final Reclamation Started: Date Final Reclamation Completed: Final Land Use: Reminder: Comment: Well plugged Pit mouse/rat holes, cellars backfilled Debris removed No disturbance /Location never built Regraded Contoured Culverts removed Access Roads Gravel removed Locations, facilities, roads, recontoured Location and associated production facilities reclaimed Compaction alleviation Dust and erosion control Cropland: perennial forage Non cropland: Revegetated 80% Weeds present _____ Subsidence Comment: Corrective Action: Well Release on Active Location Overall Final Reclamation Multi-Well Location **Storm Water:** Loc Erosion BMPs BMP Lease Road Erosion Lease BMP Chemical BMPs Chemical BMP Comment Maintenance BMPs Maintenance Maintenance Corrective Date: 04/02/2015 ACTION S/A/V: REQUIRED Comment: No stormwater improvements apparent on access road. Road is rutted and transporting sediment. Culvert in drainage is overwhelmed. Sediment being transported down road and into drainage. CA: A stormwater plan utilizing appropriate and necessary BMPs shall be installed and maintained to prevent the migration of soil on pad, access roads and interim reclamation area. BMPs shall prevent site degradation from potential spills and/or releases from stored materials and equipment. Pits: NO SURFACE INDICATION OF PIT **COGCC Comments** Comment User Date Follow up inspection for stormwater issues that remained out of compliance from inspection waldrone 04/07/2015 on 10/20/2014 (document number 673401243). These issues remain outstanding. Inspection is being referred for further enforcement. **Attached Documents** You can go to COGCC Images (https://cogcc.state.co.us/weblink/) and search by document number:

cument Num	Description	URL							
3401997	Inspection Photos 4/2/2015	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3585187							

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ACTION REQUIRED

ANY ACTION REQUIRED items listed on this report indicate that the oil and gas facility or the oil and gas operations listed on the report may be in violation of the rules and regulations of the Colorado Oil and Conservation Commission ("COGCC") and corrective action is required.

There is reasonable cause to believe that a violation of the Oil and Gas Conservation Act, or of any rule, regulation, or order of the Commission, or of any permit issued by the Commission, has occurred. The Operator's compliance with this Inspection Report is required to resolve these alleged violations. This document requires the Operator to timely respond to the COGCC and to comply with directives as listed by the **Corrective Action Deadline Date.** Failure to do so will result in the issuance of a Notice of Alleged Violation and initiation of enforcement proceedings in which COGCC will seek monetary penalties for the alleged violations pursuant to § 34 -60-121, C.R.S. and Rule 523, COGCC Rules of Practice and Procedure, 2 CCR 404-1. (Please note that the COGCC's penalty authority was recently increased to a maximum of \$15,000 per day and penalties are no longer capped at a maximum of \$10,000 per violation.)