

**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:

06/21/2023

Submitted Date:

06/26/2023

Document Number:

696205057

FIELD INSPECTION FORMLoc ID 322356 Inspector Name: Trujillo, Aaron 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

7 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
Heil, John		john.heil@state.co.us	
		ttaylor@locin.energy	
		wtoews@blm.gov	
Burn, Diana		diana.burn@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	
		dbenedict@locin.energy	
		hsirvent@locinoil.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
210351	WELL	TA	12/29/2021	GW	045-06107	FEDERAL 27-11	RI

General Comment:

On 6/21/2023, Reclamation Specialist Trujillo inspected Locin Oil Corporation's FEDERAL #27-11 Location in Garfield County, Colorado.

Location is Fed Surface/Mineral.

Location is within a CPW High Priority Habitat, and in close proximity of Aquatic Native Species Conservation Waters.

This inspection is a follow-up to Inspection Nos. 693805279 and 696204917 to document compliance with the following corrective action:

- Signage
- Plugging and Abandonment / Facility Closure
- Stained soils
- Good Housekeeping
- Anchors lack proper marking

It was observed in this inspection that the Location remains out of compliance with COGCC Rules and Corrective Actions.

The following new compliance issues were observed during this inspection:

- OOSLAT

Refer to the "Location" and "Reclamation" sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

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

LocationOverall Good: ☐**Signs/Marker:**

Type	WELLHEAD		
Comment:	<p>Inspection #693805279 and #696204917 observed that signage at the well has not been updated to reflect the current Operator. Inspection required Operator to comply with Rule 605.g.</p> <p>It was observed in this inspection that signage has been completely removed from the wellhead- well remains out of compliance with Rule 605.g.</p> <p>Sign formerly located at the well appears to have been discarded/improperly stored on the northwest end of the Location, and is now considered trash/debris.</p> <p>This corrective action has not been addressed and remains applicable. This issue is being forwarded to COGCC Quality Assurance.</p>		
Corrective Action:	Install sign to comply with Rule 605.g.	Date:	12/15/2022

Emergency Contact Number:

Comment:	See "Comment #1" under COGCC Comments		
Corrective Action:	Install sign to comply with Rule 605.g.	Date:	12/15/2022

Good Housekeeping:

Type	DEBRIS		
Comment:	<p>Inspection #696204917 observed "HRM Resources LLC" signage observed improperly stored on the northwest end of the Location. Inspection required Operator to comply with Rule 606.d.</p> <p>It was observed in this inspection the sign remains improperly stored on the northwest end of the Location.</p> <p>It was also observed that the "Foundation Energy" sign formerly located at the Wellhead has also been improperly stored adjacent to the unused "HRM" sign.</p> <p>This corrective action has not been addressed and remains applicable.</p>		
Corrective Action:	Comply with Rule 606.d	Date:	04/25/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
Comment:	<p>Inspection #696204917 observed stained soils at the wellhead. Inspection required Operator to clean/remediate stained soils to Table 915-1 standards.</p> <p>It was observed in this inspection that stained soils remain evident at the wellhead, and also areas adjacent to the wellhead.</p> <p>This corrective action has not been addressed and remains applicable.</p>			
Corrective Action:	Clean/remediate stained soils on Location to Table 915-1 standards.			Date: 06/09/2023

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

Type: Flow Line	#		corrective date
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Comment:	It was observed in this inspection that Operator has removed sections of the pipe from the well, leaving an open/exposed riser pipe.		
Corrective Action:	Properly cap exposed lines and comply with OOSLAT requirements. Corrective Action date is "Date of Discovery"; Location will remain out of compliance until corrective action is resolved.	Date:	06/21/2023

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 210351 Type: WELL API Number: 045-06107 Status: TA Insp. Status: RI**Idle Well**Purpose: ☐ Shut In ☒ Temporarily Abandoned Reminder: _____Comment: Records show Well has been TA since December 2021.

Well lacks integrity:

-Form 21 #402911481 submitted 12/29/2021 shows MIT conducted 12/21/2021 failed; Form states Well will be plugged.

-Pursuant to Rule 417.f, wells that fail an MIT require repairing or plugging within 6 months of failure- Well required plugging or repairment by June 2022.

-Operator submitted Form 21 #403169200 on 9/29/2022 showing Well failed a second MIT; Form states Well will be plugged.

-Operator submitted Form 6(N) #403121745 on 9/29/2022.

-Operator submitted Form 42 "Notice of Plugging Operations" #403191006, and Form 42 "Notice of Move-In, Rig-Up" #403190988 on 10/7/2022, stating plugging will start 10/10/2022.

-Inspection #693805279 on 11/14/2022 and #696204917 on 5/8/2023 observed that Plugging Operations have not begun and that no Form 27 has been submitted for Facility closure pursuant to Rule 911.a. Operator was required to comply with Rules 417.f, 911.a and to contact COGCC NW EPS.

It was observed in this inspection that plugging operations have not commenced; It is noted that per BLM, Operator was requested to hold off plugging well during the big game wintering season, and due to the access road being impassable. However, no Form 27 has been submitted for Facility Closure, and no documentation has been provided indicating Operator contacted COGCC Environmental per the corrective actions.

Corrective actions will remain applicable, and Location will remain out of compliance until CAs have been resolved.

Corrective Action: **Comply with Rule 417.f.****Comply with Rule 911.a for Facility Closure. Contact NW EPS John Heil (John.Heil@state.co.us) for Form 27 and sampling requirements.****A CA date of 6/21/2022 is being provided as this is the date well was required to be plugged, or repaired in accordance with Rule 417.f.**Date: 06/21/2022

Environmental	
Spill/Remediation:	
Comment:	Remediation project #5248 associated with pit on the northwest end of the Location is currently active; remediation project under management of Chevron USA Inc.
Corrective Action:	<div></div> <div>Date: <div></div></div>
Emission Control Burner (ECB): <div></div>	
Comment:	<div></div>
Pilot: <div></div>	Wildlife Protection Devices (fired vessels): <div></div>

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

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

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? Fail

Comment

Inspection 696204917 observed that proper marking was missing or insufficient at anchor on the southeast end of the Location. Inspection required Operator to comply with Rule 1003.a.

It was observed in this inspection that the marker on the southeast end of the Location remains in disrepair, however Inspector was unable to locate Southeast anchor; anchor may have been removed.

If anchor has been removed, remaining anchors are now considered unnecessary equipment, and require removal per 606 Rules.

Corrective Action

Comply with Rule 1003.a and install required marking at anchors, or comply with Rule 606 and remove remaining anchors/equipment no necessary for production.

Date **06/09/2023**

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

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 REVEGETATIONCropland

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

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment _____

Corrective Action _____ Date _____

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 _____

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 _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation _____ Well Release on Active Location ☐ Multi-Well Location ☐

COGCC Comments

Comment	User	Date
<p>COMMENT #1</p> <p>Inspection #693805279 and #696204917 observed that signage at the well has not been updated to reflect the current Operator. Inspection required Operator to comply with Rule 605.g.</p> <p>It was observed in this inspection that all signage has been completely removed from the wellhead. Sign formerly located at the well appears to have been discarded/improperly stored on the northwest end of the Location, and is now considered trash/debris.</p> <p>Unable to find any Signage on the Location with the correct Operator information, including the emergency contact number.</p> <p>This corrective action has not been addressed and remains applicable. This issue is being forwarded to COGCC Quality Assurance.</p>	trujilloam	06/26/2023

Attached Documents

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

Document Num	Description	URL
403445918	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6161237
696205058	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6161205