

**FORM
INSP**

Rev
X/15

**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:

09/21/2016

Submitted Date:

09/27/2016

Document Number:

674602809

FIELD INSPECTION FORM

Loc ID 425492 Inspector Name: Maclaren, Joe On-Site Inspection 2A Doc Num: _____

Status Summary:

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

Operator Information:

OGCC Operator Number: 10261
Name of Operator: BAYSWATER EXPLORATION AND PRODUCTION LLC
Address: 730 17TH ST STE 610
City: DENVER State: CO Zip: 80202

Findings:

- 2 Number of Comments
- 0 Number of Corrective Actions
- Corrective Action Response Requested

Contact Information:

Contact Name	Phone	Email	Comment
Blyth, Tom	(303) 893-2503	tblyth@bayswater.us	
Miller, Megan		mmiller@bayswater.us	
Schlagenhauf, Mark		mark.schlagenhauf@state.co.us	
BARBULA, DON		dbarbula@bayswater.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
425494	WELL	PR	03/30/2012	OW	123-34412	GIES 19-32	EG
425534	WELL	PR	07/01/2013	OW	123-34425	GIES 11-32	EG
425535	WELL	PR	08/17/2012	OW	123-34426	GIES 14-32	EG

General Comment:

COGCC Integrity Inspection (flowline) performed on September 21st, 2016 in response to initial form 19 spill report Doc #401078807 received from Bayswater E&P on 07/14/2016 that outlines the following: We have discovered a line leak while hydrotesting the oil dump line at our Gies 11, 14, & 19-32 tank battery located at NWSW 32 7N 65W. The leak was found yesterday by digging out the line and located about half way in between the separator and the tank. It is estimated to be about 10 bbls of contamination. The flowline section of this report outlines details of the observations made/ information obtained during this field inspection. Photo's uploaded can be accessed via link(s) at end of report.

Inspected FacilitiesFacility ID: 425494 Type: WELL API Number: 123-34412 Status: PR Insp. Status: EGFacility ID: 425534 Type: WELL API Number: 123-34425 Status: PR Insp. Status: EGFacility ID: 425535 Type: WELL API Number: 123-34426 Status: PR Insp. Status: EG**Flowline**#1 Type: Dump Line of LinesFlowline DescriptionFlowline Type: Dump Line Size: 3" Material:
Variance: Age: Contents: Crude OilIntegrity SummaryFailures: Spills: Yes Repairs Made:
Coatings: H2S: No Cathodic Protection:Pressure Testing

Witnessed: Test Result: Charted:

COGCC Rules(check all that apply) 1101. Installation and Reclamation 1102. Operations, Maintenance, and Repair 1103. Abandonment

Comment: As outlined on supplemental form 19 Doc #401079852 filed with COGCC on 07/18/2016; Lines will be replaced and continued to be pressure tested; Cause of spill is equipment failure/ historical-unknown. COGCC Integrity Inspector met with the Bayswater contractor foreman (RED Oilfield Services) during this field inspection. Multiple produced water and oil dump lines at this facility have been removed and are scheduled to be replaced. Pressure testing of new/ replacement flowlines is scheduled to be completed. Cleanup/ site remediation activities were observed in progress at the time of this field inspection. Operator shall document and retain records of root cause of failure evaluation, description of flowline replacement(s) made and complete new flowline pressure testing (retain chart/ data) prior to returning flowline(s) to service (this information has already been noted by operator and is being completed).

Corrective Action:

Date:

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

Document Num	Description	URL
674602809	INSPECTION APPROVED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3962018
674602828	Facility Sign	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3961997
674602829	Overview of location/ project in progress	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3961998
674602830	Excavation/ site cleanup in progress	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3961999
674602831	Dump lines removed	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3962000