

**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:
12/14/2016
Submitted Date:
12/20/2016
Document Number:
674603041

FIELD INSPECTION FORM

Loc ID 321452 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: 8840
Name of Operator: BLUE CHIP OIL INC
Address: 155 E BOARDWALK DR STE 400
City: FORT COLLINS State: CO Zip: 80525

Findings:

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

Contact Information:

Contact Name	Phone	Email	Comment
Hazard, Ellice		ellice.hazard@state.co.us	
McCartney, Jack	303-830-7208	jack@mccartneyengineering.com	
Burn, Diana		diana.burn@state.co.us	
,	970-493-6456	bluechipoil@msn.com	
Schlagenhauf, Mark		mark.schlagenhauf@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
206988	WELL	SI	12/10/2015	GW	013-06483	LEISTIKOW #1	EG

General Comment:

COGCC Engineering Integrity inspection conducted with a focus on the flowlines associated with this well. A Form 6 (Well Abandonment Report/ Intent) has been filed doc #401157981 and received by COGCC on 12/01/2016. It is our understanding that the flowline(s) are scheduled to be abandoned in place (per phone conversation w/ Jack McCartney on 12/13/16). Details of the observations made during this field inspection are located in the flowline section of this report. Photo's uploaded can be accessed via link(s) at end of report.

Inspected Facilities

Facility ID: 206988 Type: WELL API Number: 013-06483 Status: SI Insp. Status: EG

Flowline

#1	Type:	of Lines
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Flowline Description

Flowline Type: Size: 2" Material: Carbon Steel
 Variance: Age: 20+ Yrs Contents: Multiphase

Integrity Summary

Failures: Spills: Repairs Made:
 Coatings: H2S: 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: The well site flowline runs approximately 1650' to the South from the wellhead to the horizontal separator/ battery. The flowline riser observed at the wellhead is comprised of 2" Carbon Steel wrapped with black tape. The produced water and crude oil dump lines run approximately 75' south from separator to battery. See comments at end of this report.

Corrective Action:

Date:

COGCC Comments

Comment	User	Date
1103. ABANDONMENT Each pipeline abandoned in place shall be disconnected from all sources and supplies of natural gas and petroleum, purged of liquid hydrocarbons, depleted to atmospheric pressure, and cut off three (3) feet below ground surface, or the depth of the pipeline, whichever is less and sealed at the ends. This requirement shall also apply to compressor or gas plant feeder pipelines upon decommissioning or closure of a portion or all of a compressor station or gas plant. Notice of such abandonment shall be filed with the Commission and with the local governmental designee or local government jurisdiction.	maclarej	12/20/2016
The following COA has been outlined on Form 6 Doc #401157981 received on 12/01/2016: 3) Properly abandon flowlines as per Rule 1103. File electronic Form 42 once abandonment complete. (Note: Other COA's are also listed on form 6)	maclarej	12/20/2016

Attached Documents

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

Document Num	Description	URL
674603041	INSPECTION APPROVED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4037350
674603054	View of wellhead and flowline (looking south)	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4032417
674603055	Horizontal separator/ looking north to wellhead	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4032418
674603057	View of battery/ flowline tie in's	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4032419