

FORM
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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:

01/10/2018

Submitted Date:

01/16/2018

Document Number:

690100306

FIELD INSPECTION FORM

Loc ID _____ Inspector Name: _____ On-Site Inspection
430607 _____ Maclaren, Joe _____ 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: 10633
Name of Operator: CRESTONE PEAK RESOURCES OPERATING LLC
Address: 1801 CALIFORNIA STREET #2500
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
,		Cogcc.inspections@crestone pr.com	
Schlagenhauf, Mark		mark.schlagenhauf@state.co. us	
Canfield, Chris		chris.canfield@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
426452	WELL	PR	09/01/2017	OW	123-34695	LIBERTY 2A-21H	PR
430599	WELL	PR	05/12/2014	OW	123-36204	LIBERTY 2D-21H	PR
430601	WELL	PR	05/10/2014	OW	123-36206	LIBERTY 2B-21H	PR
430603	WELL	PR	05/12/2014	OW	123-36208	LIBERTY 2C-21H	PR
430606	WELL	PR	05/10/2014	OW	123-36210	LIBERTY 2F-21H	PR

General Comment:

Engineering Integrity Inspection performed on January 10th, 2018 in response to initial form 19 spill report Doc #401505884 received by COGCC on 01/08/2018 that outlines: On January 5, 2018 at approximately 6:30 PM a release occurred when a tank containing biocide was filled with water but had a faulty valve. Secondary containment captured three barrels of the water mix prior to reaching capacity and overflowing 12 barrels to the grounds surface. Once observed, onsite company man plugged the valve, stopped transfer of water, and ordered available vac truck to recover what was on the ground and in containment. Details of observations made during this field inspection are available in the workover section of this report. Photo's uploaded can be accessed via link(s) at the end of this report.

Inspected Facilities				
Facility ID: <u>426452</u>	Type: <u>WELL</u>	API Number: <u>123-34695</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
Workover				
Comment: <input style="width: 90%;" type="text"/>				
Corrective Action: <input style="width: 90%;" type="text"/>				Date: <input style="width: 100%;" type="text"/>
Facility ID: <u>430599</u>	Type: <u>WELL</u>	API Number: <u>123-36204</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
Workover				
Comment: <input style="width: 90%;" type="text"/>				
Corrective Action: <input style="width: 90%;" type="text"/>				Date: <input style="width: 100%;" type="text"/>
Facility ID: <u>430601</u>	Type: <u>WELL</u>	API Number: <u>123-36206</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
Workover				
Comment: <input style="width: 90%;" type="text"/>				
Corrective Action: <input style="width: 90%;" type="text"/>				Date: <input style="width: 100%;" type="text"/>
Facility ID: <u>430603</u>	Type: <u>WELL</u>	API Number: <u>123-36208</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
Facility ID: <u>430606</u>	Type: <u>WELL</u>	API Number: <u>123-36210</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
Workover				
Comment: <input style="width: 90%; height: 60px;" type="text" value="COGCC Inspector met with Crestone Peak contractor/ company man Richard Florez on location. Workover/ well cleanout operations were in progress at the time of this field inspection. A faulty valve on a horizontal tank containing produced water (treated with biocide) did not close properly resulting in the release. The discharge point from tank was changed and the valve/ valve stem has been capped and placed out of service. Valves to be inspected and properly plugged/ this valve scheduled to be replaced."/>				
Corrective Action: <input style="width: 90%;" type="text"/>				Date: <input style="width: 100%;" type="text"/>

Attached Documents

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

Document Num	Description	URL
690100311	View of workover operations (looking South)	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4352786
690100312	Discharge valves on tank/ replacement valve	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4352787
690100313	Spill prevention BMP under tank(s)	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4352788