

**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:

11/05/2020

Submitted Date:

11/05/2020

Document Number:

693503756

FIELD INSPECTION FORMLoc ID 467175 Inspector Name: Silver, Randy On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 46290

Name of Operator: KP KAUFFMAN COMPANY INC

Address: 1675 BROADWAY, STE 2800

City: DENVER State: CO Zip: 80202

Status Summary:

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

Findings:

13 Number of Comments

8 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
Gomez, Jason		jason.gomez@state.co.us	
Ferrin, Jeremy		jeremy.ferrin@state.co.us	
,		dnr_cogccenforcement@state.co.us	
Gintautas, Peter		peter.gintautas@state.co.us	
Leonard, Mike		mike.leonard@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	
	303-825-4822	cogcc@kpk.com	All inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
467173	TANK BATTERY	AC	09/03/2019		-	KPK Tank Battery 28SWNE	AC

General Comment:

Location

Overall Good: ☒

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Adequate		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Adequate		
Corrective Action:		Date:	
Type	BATTERY		
Comment:	Adequate		
Corrective Action:		Date:	

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:	Piping and guard on loation.		
Corrective Action:	Comply with 603 f	Date:	
Type	OTHER		
Comment:	Flow lines in open excavation. Repairs being completed in unsafe manner; or using unsuitable materials. Integrity of repairs not verified.		
Corrective Action:	Repair flowlines or crude oil transfer lines to comply with rule 1102.j.	Date:	
Type	OTHER		
Comment:	Mechanical issue: HOZ sep piping, 2" Crude oil tank lines, flow lines in spill remediation. ECD Pilot not lit.		
Corrective Action:	Securely fasten all valves, pipes, and fittings to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 605.d.	Date:	
Type	OTHER		
Comment:	No BMP's around open excavatio for spill remediation. Not adequate BMP around material removed from excavation due to spill.		
Corrective Action:	Comply with rule 1002 f	Date:	
Type	UNUSED EQUIPMENT		
Comment:	Unused meter runs not LOTO.		
Corrective Action:	Comply with Rule 603.f . For unused , unmarked flow line risers 24 hrs. to lock out tag out. 30 days to remove riser.	Date:	
Type	DEBRIS		
Comment:	Dead weeds on location		
Corrective Action:	Comply with rule 603 f	Date:	
Type	OTHER		
Comment:	Stained soil: Under 2" crude oil lines, flow lines in spill remediation excavation.		

Inspector Name: Silver, Randy

Corrective Action:	Properly treat or dispose of oily waste in accordance with Rule 907.e and contact area COGCC EPS			Date:	
Overall Good: <input type="checkbox"/>					
Spills:					
Type	Area	Volume			
In Containment: No					
Comment: <input type="text"/>					
<input type="checkbox"/> Multiple Spills and Releases?					
Fencing/:					
Type					
Comment:					
Corrective Action:				Date:	
Venting:					
Yes/No	YES				
Comment:	Gas being vented or flared during non-upset condition without prior approval from COGCC. Pilot not lit on ECD.				
Corrective Action:	Submit Form 4 for review and approval to vent or flare.			Date:	
Flaring:					
Type					
Comment:					
Corrective Action:				Date:	

Inspected Facilities

Facility ID: 467173 Type: TANK API Number: - Status: AC Insp. Status: AC

COGCC Comments

Comment	User	Date
<p>COGCC Inspection Report Summary</p> <p>On Thursday November 5, 2020 at approximately 2:45PM, I, Inspector Randy Silver, Conducted a on-site inspection.</p> <p>Location: Marvin E Schutt Unit 1 Treating facility</p> <p>Operator: KP Kauffman</p> <p>Facility ID: 467173 and location API# 05-123-10149</p> <p>County: Weld County</p> <p>While there, I observed a well site and production facility</p> <p>During this inspection the following possible compliance issues were observed:</p> <p>Debris: Rule 603 f See photo 17</p> <p>Venting: Rule 912 b See photo 4</p> <p>Storm water BMP: Rule 1002 f See photo 14</p> <p>LOTO: Rule 603f See photo 7</p> <p>Unused equipment: Rule 603 f See photo 12</p> <p>Mechanical issue: Rule 605 d See photo's 6,8,10,11,15,16.</p> <p>Stained soil: Rule 907 e See photo's 8, 10,11,15,16</p> <p>Line repair: Rule 1102 J See photo's 15,16</p> <p>After an internal review of recent inspections at KPK facilities, COGCC Staff has determined that KPK has repeatedly and consistently failed to comply with certain COGCC rules (categorized in those inspection reports as violations related to "Signs/Marker," "Emergency Contact Number," and/or "Good Housekeeping"). In light of this apparent pattern of violations, violation(s) identified in this inspection report under those categories are being entered for notification and documentation only and are not intended to provide KPK the potential opportunity to resolve the alleged violation(s) without the imposition of penalty, pursuant to Rule 522.c. Therefore, in this inspection report, COGCC Staff has documented violation(s) and identified relevant corrective action(s) required to return to compliance, and pursuant to Rule 522.c., retains discretion to seek penalties for any violation documented in this inspection report.</p> <p>Facility has an active spill remediation in progress initial spill reported on 7-23-19 Doc # 693500833, form19 Doc#402519671 May 19 2020 Stated produced water vault spill was reported May 19,2020 and removed on May 20,2020 excavation has been open approx.. 6 months.</p> <p>At time of inspection inspector called emergency contact number and Pumper arrived to shut in ECD and water truck to drain crude oil tank to repair leak.</p> <p>Weather conditions: Clear and location dry.</p> <p>A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.</p> <p>This is a summary of inspection report.</p>	silverr	11/05/2020

Attached Documents

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

Document Num	Description	URL
693503757	loc pic	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5285552