

**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:

06/01/2021

Submitted Date:

06/04/2021

Document Number:

688310585

FIELD INSPECTION FORMLoc ID 429810 Inspector Name: Sherman, Susan On-Site Inspection ☐ 2A Doc Num: _____**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

Status Summary:

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

Findings:

7 Number of Comments

1 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
Crestone Peak	303-268-3703	cogcc.inspections@crestonepr.com	Watkins Office Phone #
Leonard, Mike		mike.leonard@state.co.us	
Gardner, John		john.gardner@crestonepr.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
429807	WELL	PR	10/01/2018	OW	005-07189	Watkins 30-5-8H	SI

General Comment:Accident Inspection, Watkins Multiwell pad

Inspector was contacted via email at 4 pm on 5/30/2021 by Arapahoe County LGD about a gas release at the Crestone Watkins multiwell pad. Inspector then contacted that Arapahoe County LGD, the Crestone 911 contact person in the email, and inspector's supervisor that night. Inspector was instructed by supervisor to email/forward emails to him, COGCC Director, COGCC Deputy Director Operations and COGCC Community Relations Manager. Inspector was instructed to do a field inspection on 6/1/2021 where the Crestone Lead Pumper was on location in the am and City of Aurora and Crestone Environmental people were on location. It was recounted that a private citizen had driven off Watkins Road and hit a gas line to the flare that caused Crestone's alarm to go off at 2:15 am 5/30/2021. Lead pumper for Crestone then arrived at 0830 am on 5/30/2021 and shut-in the location. Crestone Security was called by pumper to make emergency contacts. Attached are photos from this inspection. Crestone stated that Forms 19I, 22, and 44 were submitted to COGCC. Corrective Action per this inspection will be to repair mechanical conditions and tests lines prior to restart. Comment: Operator should design and implement processes to protect equipment from future incidents and contact COGCC as soon as as soon as practicable, but no more than 6 hours after a safety event. Inspector was told by Crestone that she would be added to the emergency contact list.

LocationOverall Good: ☐

Signs/Marker:			
Type	OTHER		
Comment:	location sign at gate		
Corrective Action:		Date:	

Emergency Contact Number:			
Comment:	303-659-7740		
Corrective Action:			Date: _____

Good Housekeeping:			
Type	OTHER		
Comment:	Operator should design and implement processes to protect equipment from future incidents and contact COGCC as soon as as soon as practicable, but no more than 6 hours after the safety event.		
Corrective Action:	Securely fasten all valves, pipes, fittings, and Production Facilities to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 608.e.		Date: 07/05/2021

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:			
Type	LOCATION		
Comment:	Barbed wire fence on west side of property was damaged from accident.		
Corrective Action:			Date:

Venting:			
Yes/No			
Comment:			
Corrective Action:			Date:

Flaring:			
Type			
Comment:			
Corrective Action:			Date:

Inspected FacilitiesFacility ID: 429807 Type: WELL API Number: 005-07189 Status: PR Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: Due to accident, location was SI.

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
402708576	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5447496
688310591	Crestone Peak Resources Watkins 30-5 multiwell pad	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5447492