

**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:

07/06/2022

Submitted Date:

07/07/2022

Document Number:

690103103**FIELD INSPECTION FORM**Loc ID 310312 Inspector Name: Maclaren, Joe On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10633Name of Operator: CRESTONE PEAK RESOURCES OPERATING LLCAddress: 1801 CALIFORNIA STREET #2500City: DENVER State: CO Zip: 80202**Status Summary:**

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

Findings:3 Number of Comments0 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
		Inspections@civiresources.com	
Hamilton, Schuyler		shamilton@civiresources.com	
Schlagenhauf, Mark		mark.schlagenhauf@state.co.us	
Brown, Kari		kari.oakman@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
292016	WELL	PR	12/06/2012	GW	123-26212	LIBSACK 4-8-27	EG
310312	LOCATION	AC			-	LIBSACK-64N65W 27SWSE	EG
482474	SPILL OR RELEASE	AC			-	Libsack Vent Line Spill	EG

General Comment:

Engineering Integrity inspection performed on July 6th, 2022 in response to initial form 19 spill report Doc #403094173 received by COGCC on 06/30/2022 that outlines: During facility pressure testing, crews pressured up combustor vent line to 9psi, during pressure test, operators observed fluids surfacing along the vent line. Pressure test on line was stopped and line was LOTO.

Details of observations made during this field inspection are located in the flowline section of this report. Photos uploaded.

Inspected Facilities

Facility ID: 292016 Type: WELL API Number: 123-26212 Status: PR Insp. Status: EG

Flowline

#1	Type: Process Piping	of Lines
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Flowline Description

Flowline Type: Process Piping Size: 2" Material: Carbon Steel
 Variance: Age: Contents:

Integrity Summary

Failures: Spills: Yes Repairs Made: No
 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: COGCC observed a fenced excavation (at approx 40.276558, -104.64449) during a field inspection conducted on 7/06/2022. (2) flowlines were exposed in the excavation; (1) CS 4" OD and (1) CS 2" OD off location flowlines. Both flowlines were under/ beneath standing groundwater in the excavation. The failure point and root cause was not identified during the field inspection; no Civitas or contract personnel were on location at the time of inspection. Flowline repair work has not been initiated. Excavation and remediation work is in progress.

Note: Update the CA section of COGCC supplemental form 19 to include:

- Root cause of flowline failure resulting in this release (1104.k. Integrity Failure Investigation/ operator determination)
- Measures taken to prevent a recurrence (1102.d Installation and 1102.l Corrosion Control)
- Description of flowline repair/ replacement work completed (1102.j. Repair)
- Pressure test flowline(s) prior to return to service; post repair integrity confirmation (1102.j.4 and 1102.O)

Corrective Action:

Date:

Facility ID: 310312 Type: LOCATION API Number: - Status: AC Insp. Status: EG

Facility ID: 482474 Type: SPILL OR API Number: - Status: AC Insp. Status: EG

COGCC Comments

Comment	User	Date
Note: Out of service (SI) flowlines/ valves require OOSLAT at wellheads, facility and tank battery. Complete application of OOSLAT (LOTO) per COGCC rules 1102.O and 1105.b.	maclarej	07/07/2022

Attached Documents

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

Document Num	Description	URL
690103107	Wellhead (SI) and signage	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5797712
690103108	View of excavation and facility from WH (to SE)	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5797713
690103109	Flowlines exposed in excavation; groundwater	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5797714