

**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:

11/08/2022

Submitted Date:

11/15/2022

Document Number:

699700347

FIELD INSPECTION FORM

Loc ID _____ Inspector Name: Heil, John 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: 10775
 Name of Operator: KT RESOURCES LLC
 Address: 3381 WESTBROOK LANE
 City: HIGHLANDS State: CO Zip: 80129

Findings:

- 3 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
Longworth, Mike		michael.longworth@state.co.us	
Ferrin, Jeremy		jeremy.ferrin@state.co.us	
Fischer, Alex		alex.fischer@state.co.us	
Lindley, Trent		trent.lindley@state.co.us	
Gale, Anthony	3038868733	tony@kt-res.com	Co-owner

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
483021	SPILL OR RELEASE	AC	10/05/2022		-	SPILL/RELEASE POINT	EI

General Comment:

On November 8, 2022, COGCC Environmental Staff (John Heil) conducted an environmental field inspection of KT RESOURCES LLC (Operator #10775) Spill/Release #483021.

KT Resources reported the Spill/Release to COGCC on September 29, 2022.

Inspected Facilities

Facility ID: 483021 Type: SPILL OR API Number: - Status: AC Insp. Status: EI

Environmental

Spills/Releases:

Type of Spill: PRODUCED WATER

Estimated Spill Volume: _____

Comment: See Spill/Release ID 483021 for more information. 11/8/2022 COGCC arrived on location to conduct an inspection of Spill/Release ID 483021. An un-fenced excavation with a 3-inch HDPE produced water line was observed. The excavation measured approximately 20'x20'x4'-6' (LxWxH). The operator was in the excavation and was using a hacksaw to cut the 3-inch HDPE produced water line. Produced water was then observed to be discharging from the water line into the excavation. The operator then informed COGCC staff that the water line was energized to approximately 300-400 PSI and that there were no blow down valves to de-energize the line. Produced water continued to be discharged into the excavation while COGCC staff conducted the inspection of the spill/release area. A vac truck was on location to remove fluids that accumulated in the excavation. Stockpiles of apparent E&P impacted soil were located on the north, east, and west side of the excavation. The stockpiles had detectable hydrocarbon odors and visible salt staining. The stockpiles of apparent E&P impacted soil were not stored, handled or managed in a way to prevent contamination of stormwater and soil which is required per Rule 913.b.(5).B.iv. See attached Photo Log and videos for details. 11/9/2022 COGCC staff John Heil and Alex Fischer contacted operator to discuss the observations from the 11/8/2022 inspection. Staff also instructed the operator to complete an additional Initial Form 19 for the spill/release from cutting the 3-inch produced water line as well as a Site Investigation and Remediation Workplan, Form 27.

Corrective Action: **Immediately comply with Rule 913.b.(5).B.iv. Submit Form 19 Initial for the spill/release from cutting the 3-inch produced water line (72-hours after discovery, CA date of 11/11/2022 per Rule 912.b.(3)) Submit Form 27 Initial. On the Form 27 Initial, operator shall provide documentation demonstrating that they complied with COAs listed on Form 19 Initial Doc #403182818 (14-days, 11/23/2022.)**

Date: _____

Reportable: YES

GPS: Lat _____ Long _____

Proximity to Surface Water: _____

Depth to Ground Water: _____

Water Well Complaint:

DWR Receipt Num: _____ Owner Name: _____ GPS : _____ Lat _____ Long _____

Field Parameters:

Sample Location: _____ Comment: _____

Attached Documents

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

Document Num	Description	URL
403230112	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5915493
699700348	20221108 Photo Log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5915490
699700349	Video 1	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5915491
699700350	Video 2	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5915492