

**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:

05/16/2019

Submitted Date:

05/17/2019

Document Number:

688800518**FIELD INSPECTION FORM**Loc ID _____ Inspector Name: _____ On-Site Inspection ☐
Hughes, Jim 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10515Name of Operator: GUNNISON ENERGY LLCAddress: 1801 BROADWAY #1150City: 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 Comments1 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
Donahue, Jessica		Jessica.Donahue@oxbow.com	
Heil, John		john.heil@state.co.us	
Fischer, Alex		alex.fischer@state.co.us	
Murray, Richard		g.richard.murray@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
464354	SPILL OR RELEASE	AC	05/14/2019		-	Hotchkiss Federal 20-12D	EI

General Comment:

On May 16, 2019 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the Gunnison Energy Spill/Release Point ID #464354. This release occurred on May 9, 2019 and is reported to be from a produced water transfer line from the Hotchkiss Federal #12-20D.

Environmental**Spills/Releases:**Type of Spill: PRODUCED WATER

Estimated Spill Volume: _____

Comment: Please refer to Initial Spill/Release Report Document #402040134 for more information regarding this release. A failure in a produced water transfer line resulted in a yet to be reported volume of produced water daylighting along the pipeline ROW.

Corrective Action: Control and contain spills/releases and clean up per Rule 906.a. Contact COGCC EPS staff. The operator shall determine the vertical and horizontal extent of the release.

Date: 06/17/2019Reportable: YESGPS: Lat 39.002333Long -107.362338Proximity to Surface Water: 550

Depth to Ground Water: _____

Water Well Complaint:

Lat

Long

DWR Receipt Num: _____

Owner Name: _____

GPS : _____

Field Parameters:

Sample Location: _____

Comment: _____

COGCC Comments

Comment	User	Date
<p>On May 16, 2019 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the Gunnison Energy Spill/Release Point ID #464354. This release occurred on May 9, 2019 and is reported to be from a produced water transfer line from the Hotchkiss Federal #20-12D. Please refer to document #402040134 for more information regarding this release.</p> <p>During this inspection a hydrocarbon odor was present near the point source. Underground lines had been located in preparation of excavation. A gas and a water line had been located in the area of the release.</p> <p>A stained area was observed on the right of way. Red staining was present along the flow path. The red staining continued down the right of way until the flow was intercepted by water bars that diverted the release west of the ROW into a drainage feature. Red staining was observed on the rocks and a culvert beneath the access road. There was no indication that the release entered West Muddy Creek.</p> <p>Per Rule 910.b.3.B, the operator shall collect samples from the impacted area to determine the horizontal and vertical extent of the release.</p>	hughesjo	05/17/2019

Attached Documents

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

Document Num	Description	URL
402048141	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4826558
688800519	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4826544