

**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:

01/13/2023

Submitted Date:

01/17/2023

Document Number:

701103675

FIELD INSPECTION FORMLoc ID 427218 Inspector Name: LONGWORTH, MIKE On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10515

Name of Operator: GUNNISON ENERGY LLC

Address: 1801 BROADWAY #1150

City: DENVER State: CO Zip: 80202

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

2 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 |
|--------------------|-------|-------------------------------|---------|
| Schlagenhauf, Mark | | mark.schlagenhauf@state.co.us | |
| Kosola, Jason | | jason.kosola@state.co.us | |
| Johnston, Tyson | | Tyson.Johnston@oxbow.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------------------|--------|-------------|------------|---------|---------------|-------------|
| 483533 | SPILL OR RELEASE | AC | 12/26/2022 | | - | DGU 18H | EG |

General Comment:

Flowline Integrity Inspection.

Inspected FacilitiesFacility ID: 483533 Type: SPILL OR API Number: - Status: AC Insp. Status: EG**Flowline**

| | | |
|----|-------|------------|
| #1 | Type: | 1 of Lines |
|----|-------|------------|

Flowline Description

Flowline Type: Size: 4" Material: Carbon Steel
 Variance: Age: Contents: Produced Water

Integrity Summary

Failures: Other Spills: Yes Repairs Made: Yes
 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: Inspection in response to Form 19 Spill/release Report doc# 403271200
Cracked 4" suction line has been replaced.

Corrective Action: Document information outlined below on the CA section of COGCC supplemental form 19 spill report to include the following (compliance of COGCC series 1100 flowline rules):
1) Outline root cause of failure resulting in spill (1104.k. Integrity Failure Investigation/Operator Determination)
2) Measures taken to prevent a recurrence of failure (1102.I Corrosion Control/ 1104.Integrity Management)
3) Description of flowline repair work completed (1102.j. Repair)
4) Confirm integrity of flowline repairs/ reconnections (via pressure testing) prior to returning flowline to service (1102.j.4 and 1102.O)

Date: 02/10/2023**Attached Documents**

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

| Document Num | Description | URL |
|--------------|--|---|
| 403293311 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5986529 |
| 701103676 | Flowline integrity inspection 701103675 photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5986528 |