

**FORM
INSP**Rev
05/11**State of Colorado
Oil and Gas Conservation Commission**1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

DE ET OE ES

Inspection Date:
09/18/2014Document Number:
671000060Overall Inspection:
SATISFACTORY**FIELD INSPECTION FORM**

| | | | | | |
|---------------------|-------------|--------|-----------------|--------------------------|-------------|
| Location Identifier | Facility ID | Loc ID | Inspector Name: | On-Site Inspection | 2A Doc Num: |
| | 429075 | | LUJAN, CARLOS | <input type="checkbox"/> | |

Operator Information:OGCC Operator Number: 77330Name of Operator: SG INTERESTS I LTDAddress: 1485 FLORIDA RD #C202City: DURANGO State: CO Zip: 81301

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☐ FOLLOW UP INSPECTION REQUIRED
- ☒ NO FOLLOW UP INSPECTION REQUIRED
- ☐ INSPECTOR REQUESTS FORM 42 WHEN CORRECTIVE ACTIONS ARE COMPLETED

Contact Information:

| Contact Name | Phone | Email | Comment |
|-------------------|----------------|----------------------------|-------------------------------|
| Kellerby, Shaun | | shaun.kellerby@state.co.us | NW Inspection Unit Supervisor |
| Sanford, Eric | 970-259-2759 | esanford@sginterests.com | Operation & Land Manager |
| Dicket, Catherine | (970) 385-0696 | c.dicket@sginterests.com | |
| Averitt, Beth | | rbaveritt@sbcglobal.net | Landowner, neighbor |
| Lujan, Carlos | | carlos.lujan@state.co.us | EPS, NW Region |

Compliance Summary:

QtrQtr: _____ Sec: _____ Twp: _____ Range: _____

Inspector Comment:

Site was visited attending a noise complaint by Mr. Roger and Mrs. Beth Averitt. See Complaint Report #200412251. Shaun Kellerby, Supervisor Inspection Unit, NW region, was notified. Shaun will take the lead. Following-up on noise issue. Complaint #200412251 will be closed. Note: A large pile of junk was observed on the side of the access road to SG Gas Processing Plant (see attached photoreport).

Related Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------------------|--------|-------------|------------|---------|---------------------------------|-------------|
| 429075 | GAS PROCESSING PLANT | PR | 05/23/2012 | | - | DIVIDE CREEK TREATMENT FACILITY | PR |

Equipment:Location Inventory**Location**

Emergency Contact Number (S/A/V): _____ Corrective Date: _____

Comment: _____

Corrective Action: _____

Spills:

| Type | Area | Volume | Corrective action | CA Date |
|------|------|--------|-------------------|---------|
|------|------|--------|-------------------|---------|

☐ Multiple Spills and Releases?

| | | |
|-----------------|---------|--|
| Venting: | | |
| Yes/No | Comment | |
| | | |

| | | | | |
|-----------------|------------------------------|---------|-------------------|---------|
| Flaring: | | | | |
| Type | Satisfactory/Action Required | Comment | Corrective Action | CA Date |
| | | | | |

Predrill

Location ID: 429075

Site Preparation:

Lease Road Adeq.: _____ Pads: _____ Soil Stockpile: _____

S/A/V: _____

Corrective Action: _____ Date: _____ CDP Num.: _____

Form 2A COAs:**S/A/V:** _____ **Comment:** _____**CA:** _____ **Date:** _____**Wildlife BMPs:****S/A/V:** _____ **Comment:** _____**CA:** _____ **Date:** _____**Stormwater:****Comment:** _____**Staking:****On Site Inspection (305):**Surface Owner Contact Information:

Name: _____ Address: _____

Phone Number: _____ Cell Phone: _____

Operator Rep. Contact Information:

Landman Name: _____ Phone Number: _____

Date Onsite Request Received: _____ Date of Rule 306 Consultation: _____

Request LGD Attendance: _____

LGD Contact Information:

Name: _____ Phone Number: _____ Agreed to Attend: _____

Summary of Landowner Issues:Summary of Operator Response to Landowner Issues:Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:**Environmental****Spills/Releases:**

Type of Spill: _____ Description: _____ Estimated Spill Volume: _____

Comment: _____

Inspector Name: LUJAN, CARLOS

| | | | |
|-----------------------------------|----------------|------------------------------|--|
| Corrective Action: _____ | | Date: _____ | |
| Reportable: _____ | GPS: Lat _____ | Long _____ | |
| Proximity to Surface Water: _____ | | Depth to Ground Water: _____ | |

| | | | |
|------------------------|-------------------|-------------|------------|
| Water Well: | | Lat _____ | Long _____ |
| DWR Receipt Num: _____ | Owner Name: _____ | GPS : _____ | |

Field Parameters:

Sample Location:

| Complaint: | | | | |
|-------------------|----------|-----------------|--|---------------|
| Tracking Num | Category | Assigned To | Description | Incident Date |
| 200409947 | NOISE | Kellerby, Shaun | Can hear the compressors from residence. Operator has started up the compressor recently. | 08/10/2014 |
| 200412251 | NOISE | Lujan, Carlos | Mrs. Beth Averitt, a landowner, called the Rifle office on 09/17/2014 and complained about constant loud noise coming from the SG Gas Processing Plant. She mentioned that there were other environmental issues but after my site visit, it was agreed that the only issue was noise. | 09/18/2014 |

Emission Control Burner (ECB): _____

Comment: _____

Pilot: _____ Wildlife Protection Devices (fired vessels): _____

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment:

| | | | | | | | | | |
|--------|---|-------|----|-------|--|--|---------|-------|--|
| 1003a. | Debris removed? | _____ | CM | _____ | | | | | |
| | CA | _____ | | | | | CA Date | _____ | |
| | Waste Material Onsite? | _____ | CM | _____ | | | | | |
| | CA | _____ | | | | | CA Date | _____ | |
| | Unused or unneeded equipment onsite? | _____ | CM | _____ | | | | | |
| | CA | _____ | | | | | CA Date | _____ | |
| | Pit, cellars, rat holes and other bores closed? | _____ | CM | _____ | | | | | |
| | CA | _____ | | | | | CA Date | _____ | |
| | Guy line anchors removed? | _____ | CM | _____ | | | | | |
| | CA | _____ | | | | | CA Date | _____ | |
| | Guy line anchors marked? | _____ | CM | _____ | | | | | |
| | CA | _____ | | | | | CA Date | _____ | |

1003b. Area no longer in use? _____ Production areas stabilized ? _____

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Inspector Name: LUJAN, CARLOS

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003 f. Weeds Noxious weeds? _____

Comment: _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation _____ Well Release on Active Location ☐ Multi-Well Location ☐

Storm Water:

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | | | | | |

S/A/V: _____ Corrective Date: _____

Comment: _____

CA: _____

Pits: ☐ NO SURFACE INDICATION OF PIT

Attached Documents

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

| Document Num | Description | URL |
|--------------|---------------------------------------|---|
| 671000061 | PhotoReport_SG Gas Plant_Divide Creek | http://ogccwebblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3440659 |

Inspector Name: LUJAN, CARLOS

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|-----------|--|---|
| 671000062 | Project Reiview_SG Gas Plant_Divide Creek | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3440660 |
| 671000063 | Screening Plan Averitt_SG Gas Plant_Divide Creek | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3440661 |