

**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:

10/31/2017

Submitted Date:

11/03/2017

Document Number:

689400580**FIELD INSPECTION FORM**Loc ID 324491 Inspector Name: CONKLIN, CURTIS On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 77330Name of Operator: SG INTERESTS I LTDAddress: 100 WAUGH DR SUITE 400City: HOUSTON State: TX Zip: 77007**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**17 Number of Comments8 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

Contact Name	Phone	Email	Comment
Ash, Margaret		margaret.ash@state.co.us	
Kellerby, Shaun		shaun.kellerby@state.co.us	NW Supervisor
Labowskie, Steve		steve.labowskie@state.co.us	
SG Interests		inspection@sginterests.com	All Inspections
Engineering		dnr_cogccengineering@state.co.us	All Engineering

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
295674	WELL	PR	06/12/2012	GW	051-06085	FEDERAL 11-90-15 1	PR
436817	WELL	XX	10/18/2017	LO	051-06129	Federal 11-90-15 3	XX

General Comment:

This is a routine field inspection, any corrective actions not addressed from previous inspections are still applicable. Inspection will be forwarded to BLM. API 051-06129 still shows XX status due to Sidetrack #4 permit that will expire 10/17/19. Permits for the other two XX status wells will expire in 2018.

LocationOverall Good: ☒

Signs/Marker:			
Type	OTHER		
Comment:	Chemical container label has peeled off. See attached photo.		
Corrective Action:	Install sign to comply with Rule 210.e.		Date: 12/03/2017
Type	TANK LABELS/PLACARDS		
Comment:	Frack tanks and open tanks not labeled. See attached photos.		
Corrective Action:	Install sign to comply with Rule 210.d		Date: 12/03/2017
Type	WELLHEAD		
Comment:	No signs at wellheads. See attached photos		
Corrective Action:	Install sign to comply with Rule 210.b.		Date: 12/03/2017

Emergency Contact Number:

Comment: (866) 261-9766

Corrective Action:

Date: _____

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:	5 unused frack tanks.		
Corrective Action:	Comply with Rule 603.f .		Date: 02/03/2018
Type	TRASH		
Comment:	Trash along edges of location. See attached photo.		
Corrective Action:	Comply with Rule 603.f .		Date: 12/03/2017
Type	STORAGE OF SUPL		
Comment:	Machinery stored on location. Chemical containers. Pipe on rack.		
Corrective Action:			Date:

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Pump Jack	# 1		
Comment:			
Corrective Action:			Date:
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:			Date:

Type: Vertical Heated Separator	# 1	
Comment:		
Corrective Action:		Date:
Type: Other	# 2	
Comment:	Chemical containers	
Corrective Action:		Date:
Type: Gas Meter Run	# 1	
Comment:		
Corrective Action:		Date:
Type: Bird Protectors	# 8	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	200 BBLs	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Earth	Adequate	Walls Sufficient	Base Sufficient	Adequate	
Comment:					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	5	500 BBLs	STEEL AST		,
Comment:	Frack tank are not labeled. see sign section of inspection. Hatches open at time of inspection. No active operations on location at time of inspection. See attached photo.				
Corrective Action:	Close gauge hatches when not accessing tank per Rule 605.a.(9).				
				Date:	11/05/2017

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Other	Inadequate	Walls Insufficient	Base Insufficient	Inadequate

Comment:		Three of the frack tanks are in containment that has one wall down. See attached photo.					
Corrective Action:		Repair or install berms or other secondary containment devices per Rule 906.d.(1).				Date: 12/03/2017	
Contents	#	Capacity	Type	Tank ID	SE GPS		
PRODUCED WATER	6	400 BBLS	HEATED STEEL AST		,		
Comment:							
Corrective Action:						Date:	
<u>Paint</u>							
Condition	Inadequate						
Other (Content)							
Other (Capacity)							
Other (Type)							
<u>Berms</u>							
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance			
Earth	Adequate	Walls Sufficient	Base Sufficient	Adequate			
Comment:							
Corrective Action:						Date:	
<u>Venting:</u>							
Yes/No	NO						
Comment:							
Corrective Action:						Date:	
<u>Flaring:</u>							
Type							
Comment:							
Corrective Action:						Date:	

Inspected FacilitiesFacility ID: 295674 Type: WELL API Number: 051-06085 Status: PR Insp. Status: PR**Producing Well**Comment: Pump jack

Corrective Action:

Date:

Facility ID: 436817 Type: WELL API Number: 051-06129 Status: XX Insp. Status: XX**Producing Well**Comment: Plunger lift

Corrective Action:

Date:

Reclamation - Storm Water - Pit**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Compaction	Pass	Compaction		Vehicle Tracking	Fail	
Berms	Pass	Gravel				

Comment: [Tracking between open end tanks and sawdust. No controls to prevent tracking from migrating across location. See attached photo.](#)

Corrective Action: [Install or repair required BMPs per Rule 1002.f.](#)

Date: 12/03/2017

Pits: ☒ NO SURFACE INDICATION OF PIT

Attached Documents

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

Document Num	Description	URL
689400581	Federal 11-90-15	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4292689