

**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:

10/22/2020

Submitted Date:

10/22/2020

Document Number:

699801978**FIELD INSPECTION FORM**Loc ID 324490 Inspector Name: De Paolo, Corey 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:19 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
Kellerby, Shaun		shaun.kellerby@state.co.us	
, SG Interests		inspection@sginterests.com	

General Comment:**COGCC Inspection Report Summary**

On Thursday 10/22/20 at approximately 12:30 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at SG INTERESTS I LTD FEDERAL-611S90W /24NWSW, Location #324490 in Gunnison County Colorado.

Refer to document #699801454 inspection conducted on 7/16/20. All previous corrective actions have been completed.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Multiple culverts in access road with sediment accumulation. Culvert inlets blocked by sediment and rip rap. See photo #2082, #2083 and #2085. Both culverts capacity reduced by sediment accumulation. See photo #2084 and #2087 with a corrective action date of 11/7/20.

A follow up on this site inspection needs to be conducted to ensure the Compliance issues have been corrected to comply with COGCC rules.
This is a summary of inspection report.

Location

Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☒

Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 866-261-9766

Corrective Action:

Date: _____

Good Housekeeping:

Type	DEBRIS		
Comment:			
Corrective Action:		Date:	

Overall Good: ☒

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type			
Comment:			
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire fence around location		
Corrective Action:		Date:	

Equipment:				corrective date	
Type: Other	# 6				
Comment:	Dumpster				
Corrective Action:			Date:		
Type: Ancillary equipment	# 1				
Comment:	Pressure washer trailer				
Corrective Action:			Date:		
Type: Other	# 1				
Comment:	Pump in pump house				
Corrective Action:			Date:		
Type: Other	# 1				
Comment:					
Corrective Action:			Date:		
Type: Plunger Lift	# 1				
Comment:	Injection well				
Corrective Action:			Date:		
Type: Other	# 2				
Comment:	Connex containers				
Corrective Action:			Date:		
Type: Bird Protectors	# 8				
Comment:					
Corrective Action:			Date:		
Type: Ancillary equipment	# 1				
Comment:	Spill response trailer				
Corrective Action:			Date:		
Type: Ancillary equipment	# 1				
Comment:	Chemical tank				
Corrective Action:			Date:		
Type: Other	# 1				
Comment:	Trash bin				
Corrective Action:			Date:		

Tanks and Berms:

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

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	

Other (Type)							
<u>Berms</u>							
Type	Capacity	Permeability (Wall)		Permeability (Base)		Maintenance	
Metal	Adequate	Walls Sufficent		Base Sufficent		Adequate	
Comment: Centralized containment							
Corrective Action:							Date:
Contents	#	Capacity	Type	Tank ID	SE GPS		
OTHER	2	500 BBLS	STEEL AST		,		
Comment: Frack tanks							
Corrective Action:							Date:
<u>Paint</u>							
Condition	Adequate						
Other (Content)							
Other (Capacity)							
Other (Type)							
<u>Berms</u>							
Type	Capacity	Permeability (Wall)		Permeability (Base)		Maintenance	
Other	Adequate	Walls Sufficent		Base Sufficent		Adequate	
Comment: Separate containment							
Corrective Action:							Date:
Contents	#	Capacity	Type	Tank ID	SE GPS		
LUBE OIL	2	<50 BBLS	STEEL AST		,		
Comment:							
Corrective Action:							Date:
<u>Paint</u>							
Condition	Adequate						
Other (Content)							
Other (Capacity) 500 gallon							
Other (Type)							
<u>Berms</u>							
Type	Capacity	Permeability (Wall)		Permeability (Base)		Maintenance	
Metal	Adequate	Walls Sufficent		Base Sufficent		Adequate	
Comment: Separate containment							
Corrective Action:							Date:
Contents	#	Capacity	Type	Tank ID	SE GPS		
PRODUCED WATER	8	400 BBLS	STEEL AST		,		
Comment:							
Corrective Action:							Date:
<u>Paint</u>							
Condition	Adequate						

Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:	Centralized containment			
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
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
Gravel						
Ditches						
Sediment Traps						
Rip Rap						
		Berms				
		Culverts	Fail			Multiple culverts with sediment accumulation
		Ditches				
Berms						
		Check Dams				
		Gravel				

Comment: Multiple culverts in access road with sediment accumulation. Culvert inlets blocked by sediment and rip rap. See photo #2082, #2083 and #2085. Both culverts capacity reduced by sediment accumulation. See photo #2084 and #2087.

Corrective Action: Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations.

Date: 11/07/2020

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
402517489	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5276444
699801982	Photos for Insp. #699801978	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5276442