

**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:

12/03/2020

Submitted Date:

12/03/2020

Document Number:

699802202**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 12/3/20 at approximately 12:00 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 #699801978 inspection conducted on 10/22/20. Not 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, #2386, #2085 and #2388. Both culverts capacity reduced by sediment accumulation. See photo #2084, #2387, #2087 and #2389 with a previous 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

<b>Lease Road:</b>			
Type	Access		
comment:			
Corrective Action		Date:	

Overall Good: ☒

<b>Signs/Marker:</b>			
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 866-261-9766

Corrective Action:

Date: \_\_\_\_\_

**Good Housekeeping:**

Type	DEBRIS		
Comment:			
Corrective Action:		Date:	

Overall Good: ☒

<b>Spills:</b>			
Type	Area	Volume	

In Containment: No

Comment:

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

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

**Equipment:**

Type: Other	# 2		corrective date
Comment:	Connex containers		

Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:	Injection well		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Trash bin		
Corrective Action:		Date:	
Type: Bird Protectors	# 8		
Comment:			
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: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Spill response trailer		
Corrective Action:		Date:	
Type: Other	# 6		
Comment:	Dumpster		
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)	

**Berms**

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:	Centralized 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
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
PRODUCED WATER	8	400 BBLS	STEEL AST		,
Comment:					
Corrective Action:					Date:
<u>Paint</u>					
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:	
<b>Venting:</b>			
Yes/No	NO		
Comment:			
Corrective Action:		Date:	
<b>Flaring:</b>			
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
		Ditches				
Gravel						
		Culverts	Fail			Multiple culverts with sediment accumulation
		Berms				
		Compaction				
Ditches						
		Sediment Traps				
Rip Rap						
Berms						
		Gravel				
Sediment Traps						

Comment: Multiple culverts in access road with sediment accumulation. Culvert inlets blocked by sediment and rip rap. See photo #2082, #2386, #2085 and #2388. Both culverts capacity reduced by sediment accumulation. See photo #2084, #2387, #2087 and #2389.

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
402546698	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5303170">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5303170</a>
699802203	Photos for Insp. #699802202	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5303166">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5303166</a>