

**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:

03/08/2017

Submitted Date:

03/15/2017

Document Number:

671000518**FIELD INSPECTION FORM**Loc ID 324469 Inspector Name: LUJAN, CARLOS 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:**11 Number of Comments1 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

Contact Name	Phone	Email	Comment
Blanchard, Amanda		ablanchard@sginterests.com	<a href="#">SG Interests - Environmental Manager</a>
Sanford, Eric		esanford@sginterests.com	<a href="#">Operation &amp; Land Manager</a>
Fischer, Alex		alex.fischer@state.co.us	<a href="#">Environmental Supervisor, NW</a>
Guffey, Bud		bguffey@sginterests.com	<a href="#">Superintendent</a>
Lujan, Carlos		carlos.lujan@state.co.us	<a href="#">EPS, NW Region</a>
Spencer, Stan		stan.spencer@state.co.us	<a href="#">EPS, NW Region</a>
Stranathen, Thane		tstranat@blm.gov	<a href="#">BLM</a>

**General Comment:**

Environmental inspection conducted in response to a spill report (spill point ID #449315). Temperature around 36 oF, blue sky and sunny. Met on site with Amanda Blanchard, Eric Sanford, and Bud Guffey from SG, and Thane Stranathan from BLM, Montrose. A produced water tank overflowed. About 200 bbls were released within the secondary containment. s not clear. According to Bud G., SG superintendent, who was onsite in the morning of the discovery, it was hard to determine how much water, if any, seeped through the earthen berm because of snow melt on site. According to his latest estimates one barrel or less may have seeped. The earthen berm looks well constructed and maintained. It is covered with gravel to minimize erosion. No traces of fine sediment was observed that could've resulted from a significant seepage through the earthen berm. Maximum water level mark within the secondary containment was well below the top of the berm. Pad is properly identified with visible sign. Tanks are labeled. A fence protects the tank battery and the secondary containment. Storm water management system includes a diversion storm water ditch on the perimeter of the pad and a bar ditch along the access road. Rock check dams were observed on the road side ditch along the access road to control velocity, retain sediments and control erosion. Minimal (or no) erosion was observed on site or on the access road.

**Location**Overall Good: ☒

Emergency Contact Number:

Comment:

Corrective Action:

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

Overall Good: ☒**Spills:**

Type	Area	Volume			

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Venting:**

Yes/No			
Comment:			
Corrective Action:		Date:	

**Flaring:**

Type		
Comment:		
Corrective Action:		Date:

**Environmental****Spills/Releases:**

Type of Spill: PRODUCED WATER

Estimated Spill Volume: 200

Comment: Within secondary containment. Preliminary soil analysis inside the secondary containment, outside of the berm, and on the road side ditch indicate that all parameters analyzed are within Table 910-1

Corrective Action: Submit an Action Plan to evaluate 1) berm conditions (imperviousness) and secondary containment improvement/upgrades as needed; 2) Pipeline system improvements to avoid similar incidents in the future.

Date: 03/31/2017

Reportable: YES

GPS: Lat \_\_\_\_\_ Long \_\_\_\_\_

Proximity to Surface Water:

Depth to Ground Water:

**Water Well Complaint:**

Lat \_\_\_\_\_ Long \_\_\_\_\_

DWR Receipt Num: \_\_\_\_\_ Owner Name: \_\_\_\_\_ GPS : \_\_\_\_\_

**Field Parameters:**

Sample Location: \_\_\_\_\_ Comment: \_\_\_\_\_

**COGCC Comments**

Comment	User	Date
A follow-up inspection will be conducted during the summer 2017.	Iujanc	03/09/2017
Note: Action Plan and analytical results have already been submitted with supplemental e-form 19 spill report.	Iujanc	03/15/2017

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

Document Num	Description	URL
671000519	Photo Report SG Fed 24-1	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4099397">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4099397</a>