

**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:

06/26/2017

Submitted Date:

07/10/2017

Document Number:

689100002**FIELD INSPECTION FORM**
 Loc ID 324491 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:7 Number of Comments1 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

Contact Name	Phone	Email	Comment
Fischer, Alex		alex.fischer@state.co.us	Environmental Supervisor, NW
Blanchard, Amanda		ablanchard@sginterests.com	SG, Environmental and Regulatory Manager
Spencer, Stan		stan.spencer@state.co.us	EPS, NW Region
Lujan, Carlos		carlos.lujan@state.co.us	EPS, NW Region
Ficklin, Steve		sficklin@blm.gov	BLM, Engineering

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
451157	SPILL OR RELEASE	AC			-	Federal 11-90-15	EI

General Comment:

Environmental Inspection conducted in response to a spill of drilling foam. On June 20, 2017 drilling foam overspilled the storage tank. Spill report doc #401329365 was submitted on 6/22/2017. At the time of this inspection, there was only moist/wet soil between the rig and the storage open tank. Sunny. Temp around 84 oF. On site with Greg Vick (project Consultant, SG) and Jake Harter (Cottonwood). Work area at the center of the pad was partially lined and bermed. No fluid left the working area. Jake Harter took two soil samples at locations that we selected, on behalf of SG Interests. Samples were sent to the lab and a report will be submitted by SG. Remediation efforts will depend on results of the samples, however SG will ensure the site is cleaned up after removal of equipment from location (after drilling and completion). Additional samples may be required at that time, if necessary based on initial results. The MSDS sheet indicates that the drilling foam is bio-degradable.

No junk was observed on site; storm water management OK; Six 400 bbl tanks labelled and bermed with metal ring. some weed growing on the berms and inside the secondary containment.

LocationOverall 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: DRILLING FLUIDS

Estimated Spill Volume: 2

Comment: Drilling foam left containment and spilled within the drilling area (rig, tanks, piping) at the center of the pad.

Corrective Action: Clean up pad after removal of drilling and completion equipment from location. Additional samples may be required at that time, if necessary based on initial results. Submit a supplemental e-form 19 describing clean-up. Include photographs. Remove weeds from tanks area (400 bbls secondary containment)

Date: 07/28/2017

Reportable: _____

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: _____

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

Document Num	Description	URL
401336130	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4193245
689100003	Bermed working area	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4193237
689100004	Soil Sampling	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4193239
689100005	400 bbl tanks. Weeds on secondary containment.	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4193240