

**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: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

OGCC Operator Number: 77330
Name of Operator: SG INTERESTS I LTD
Address: 100 WAUGH DR SUITE 400
City: HOUSTON State: TX Zip: 77007

Findings:

- 17 Number of Comments
- 8 Number of Corrective Actions
- Corrective Action Response Requested

Contact Information:

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

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.

Location

Overall Good:

Signs/Marker:			
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	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	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:	<input type="text" value="(866) 261-9766"/>		Date:
Corrective Action:	<input type="text"/>		<input type="text"/>

Good Housekeeping:			
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:	
Type	UNUSED EQUIPMENT		
Comment:	5 unused frack tanks.		
Corrective Action:	Comply with Rule 603.f .	Date:	02/03/2018

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: Bird Protectors	# 8		
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:			Date:
Type: Other	# 2		
Comment:	Chemical containners		
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 Sufficent	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:	

Paint

Condition	Inadequate
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:

Venting:

Yes/No	NO
Comment:	
Corrective Action:	Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities

Facility 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
401449292	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4292692
689400581	Federal 11-90-15	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4292689