

**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:

05/16/2019

Submitted Date:

05/20/2019

Document Number:

688800522**FIELD INSPECTION FORM**

Loc ID Inspector Name: On-Site Inspection ☐
 423375 Hughes, Jim 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:**14 Number of Comments4 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
Fischer, Alex		alex.fischer@state.co.us	
Heil, John		john.heil@state.co.us	
Inspections, All		inspection@sginterests.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
418790	PIT	AC			-	MCINTYRE FLOWBACK 4	EI
418791	PIT	AC			-	MCINTYRE FLOWBACK 3	EI
421066	CENTRALIZED EP WASTE MGMT FAC	AC	01/04/2011		-	McIntyre Flowback Pits #3 and #4 421066	EI

General Comment:

On May 16, 2019 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the SG Interests McIntyre Flowback Pits #3 and #4, Facility ID #421066. For the most recent field inspection report of this facility, please refer to document #688800315.

Location			
Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	OTHER		
Comment:	Location sign mounted to perimeter fence near access gate.		
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	Posted on location sign.		
Corrective Action:		Date:	
Good Housekeeping:			
Type	STORAGE OF SUPL		
Comment:	Production equipment from SG Federal 11-90-26 #1 stored in the SW corner of the facility, per Form 4 document #401538826. All equipment has been labeled "temporarily decommissioned".		
Corrective Action:		Date:	
Type	STORAGE OF SUPL		
Comment:	Poly water transfer line stored on site at the time of this inspection. Location shall be kept clear of equipment and supplies not necessary for use on at this facility.		
Corrective Action:	Comply with Rule 603.f. Corrective action date taken from previous inspection.		Date: 01/14/2019
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	PIT		
Comment:	Pit Facility ID #418790 and #418791 are both fenced/netted.		
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Perimeter fencing around location.		
Corrective Action:		Date:	
Venting:			
Yes/No			
Comment:			
Corrective Action:		Date:	
Flaring:			

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities							
Facility ID:	418790	Type:	PIT	API Number:	-	Status: AC	Insp. Status: EI
Facility ID:	418791	Type:	PIT	API Number:	-	Status: AC	Insp. Status: EI
Facility ID:	421066	Type:	CENTRALIZE	API Number:	-	Status: AC	Insp. Status: EI

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Rip Rap	Pass	Compaction	Pass			
Sediment Traps	Pass					
Berms	Pass	Gravel	Pass			

Comment: Corrective Action: Date: **Pits:** ☐ NO SURFACE INDICATION OF PITType: Multiwell Reuse/ RecyclingLined: YESPit ID: 418790Lat: 39.077050Long: -107.413200Reference Point: Other: Length: Width: **Lining:**Liner Type: HDPELiner Condition: AdequateComment: Upper Pit (#4)Corrective Action: Date: **Fencing:**Fencing Type: Netting/Fence.comFencing Condition: AdequateComment: Corrective Action: Date: **Netting:**Netting Type: Fence/Net ComboNetting Condition: GoodComment: Corrective Action: Date: Anchor Trench Present: YESOil Accumulation: NO2+ feet Freeboard: NOComment: Fluid level in pit appears to be within 2' of top of pit wall.Corrective Action: Lower fluid level so at least two feet of freeboard exists per Rule 902.b.Date: 05/21/2019Type: Multiwell Reuse/ RecyclingLined: YESPit ID: 418791Lat: 39.076340Long: -107.413600Reference Point: Other: Length: Width: **Lining:**Liner Type: HDPELiner Condition: AdequateComment: Lower Pit (#3)Corrective Action: Date: **Fencing:**Fencing Type: Netting/Fence.comFencing Condition: AdequateComment: Corrective Action: Date:

Netting:Netting Type: Fence/Net ComboNetting Condition: Holes

Comment:

Several small holes observed in netting. One larger hole of approximately 3' by 6'. Duck observed in pit during this inspection. Operator was contacted and netting was pulled back in an attempt to flush duck from pit.

Corrective Action

Net or fence pit to prevent access per Rule 902.d.

Date: 05/21/2019Anchor Trench Present: YESOil Accumulation: NO2+ feet Freeboard: NO

Comment:

Fluid level in pit appears to be within 2' of top of pit wall.

Corrective Action

Lower fluid level so at least two feet of freeboard exists per Rule 902.b.

Date: 05/21/2019**COGCC Comments**

Comment

User

Date

On May 16, 2019 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the SG Interests McIntyre Flowback Pits #3 and #4, Facility ID #421066. For the most recent field inspection report of this facility, please refer to document #688800315. Both pits appear to be at or near capacity. Ensure that 2' of freeboard is maintained at all times.

hughesjo

05/20/2019

The netting on the lower pit has several holes present. A duck was observed swimming in the lower pit during this inspection. SG personnel were notified and the netting was pulled back in the SW corner in an attempt to free the duck.

A water hauler was transferring water from the lower pit to be delivered to the injection well.

Attached Documents

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

Document Num	Description	URL
402049312	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4826991
688800523	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4826988