

**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:

07/08/2020

Submitted Date:

07/08/2020

Document Number:

699801396

FIELD INSPECTION FORM

Loc ID 324466 Inspector Name: De Paolo, Corey 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:

- 12 Number of Comments
- 2 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 |
|-----------------|--------------|----------------------------|---------------------------------|
| | 970-385-0696 | inspection@sginterests.com | All Inspections |
| Kellerby, Shaun | | shaun.kellerby@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 211720 | WELL | SI | 11/01/2018 | GW | 051-06042 | JACOBS 29-1 | SI |

General Comment:

[COGCC Inspection Report Summary](#)
On Wednesday 7/8/20 at approximately 12:00 hours, I, Inspector Corey De Paolo, Conducted an on-site inspection at SG INTERESTS I LTD JACOBS-611S89W /29NWNW, Location #324466 in Gunnison County Colorado.
While there, I observed normal production operations.
During this inspection the following possible compliance issues were observed: Weeds encroaching on tank containment. See photo #1476 and #1478 with a corrective action date of 7/22/20. Unused hose in tank containment. See photo #1477 with a corrective action date of 8/8/20.

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 | | | |
|--|---|--------|-------------------------|
| Lease Road: | | | |
| Type | Access | | |
| comment: | | | |
| Corrective Action: | | Date: | |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Signs/Marker: | | | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Chemical tank | | |
| Corrective Action: | | Date: | |
| Emergency Contact Number: | | | |
| Comment: | 911 | | |
| Corrective Action: | | | Date: _____ |
| Good Housekeeping: | | | |
| Type | WEEDS | | |
| Comment: | Weeds encroaching on tank containment. See photo #1476 and #1478 | | |
| Corrective Action: | Production facilities, shall be kept free of weeds. Remove weeds from location. | | Date: <u>07/22/2020</u> |
| Type | UNUSED EQUIPMENT | | |
| Comment: | Unused hose in tank containment. See photo #1477 | | |
| Corrective Action: | Production facilities, shall be kept free of equipment and supplies not necessary for use on that lease. Remove unused equipment from location. | | Date: <u>08/08/2020</u> |
| Overall Good: <input type="checkbox"/> | | | |
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |
| Fencing/: | | | |
| Type | SEPARATOR | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |

| | | | |
|--------------------|--------------|-------|--|
| Type | TANK BATTERY | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |

| | | | |
|---------------------------|---------------------------|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Bird Protectors | # 5 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 1 | | |
| Comment: | Chemical tank by wellhead | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Pig Station | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: | Pump in pump house | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|------------------|---------|--------|
| PRODUCED WATER | 3 | 400 BBLS | HEATED 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: | | | | |
| Corrective Action: | | | | Date: |

Venting:

| | | | |
|--------|----|--|--|
| Yes/No | NO | | |
|--------|----|--|--|

| | | | |
|--------------------|--|-------|--|
| Comment: | | | |
| Corrective Action: | | Date: | |

Flaring:

| | | | |
|--------------------|--|-------|--|
| Type | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Inspected Facilities

Facility ID: 211720 Type: WELL API Number: 051-06042 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Sediment Traps | Pass | | | | | |
| | | Gravel | Pass | | | |
| Gravel | Pass | | | | | |
| Ditches | Pass | | | | | |
| | | Berms | Pass | | | |
| | | Culverts | Pass | | | |
| | | Ditches | Pass | | | |
| Berms | Pass | | | | | |

Comment:

Corrective Action:

Date: _____

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 |
|--------------|-----------------------------|---|
| 402440205 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5192845 |
| 699801397 | Photos for Insp. #699801396 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5192842 |