

**FORM
INSP**Rev
X/20**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:

05/28/2021

Submitted Date:

05/28/2021

Document Number:

699803170**FIELD INSPECTION FORM**

Loc ID Inspector Name: On-Site Inspection ☐
 311729 De Paolo, Corey 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:**17 Number of Comments1 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 |
|-----------------|-------|----------------------------|---------|
| Kellerby, Shaun | | shaun.kellerby@state.co.us | |
| , SG Interests | | inspection@sginterests.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|------------------------------|-------------|
| 283607 | WELL | PR | 07/01/2014 | GW | 051-06070 | FALCON SEABOARD 11-90-12 #1A | PR |

General Comment:COGCC Inspection Report Summary

On Friday 5/28/21 at approximately 12:30 hours, I, Inspector Corey De Paolo,
 Conducted an on-site inspection at SG INTERESTS I LTD FALCON SEABOARD-611S90W /12SWNW,
 Location #311729 in Gunnison County Colorado.
 While there, I observed normal production operations.
 During this inspection the following compliance issues were observed:

1) Location lacks stabilization. No form of tracking BMP at entrance to location with a corrective action date of 6/12/21.

- Location is located in a high priority habitat area.

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.

LocationOverall Good: ☒

| | | | |
|----------------------|----------------------|-------|--|
| Signs/Marker: | | | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Chemical tank | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911/866-261-9766

Corrective Action:

Date: _____

Overall Good: ☒

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|--------------------|------------------|-------|--|
| Fencing/: | | | |
| Type | TANK BATTERY | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | SEPARATOR | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Livestock panels | | |
| Corrective Action: | | Date: | |

| | | | |
|--------------------------|----------------------|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Plunger Lift | # 1 | | |
| Comment: | Well on plunger lift | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 4 | | |

| | | | |
|-----------------------------------|--|-------|--|
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | All meter runs have been calibrated in the last year. | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 1 | | |
| Comment: | Chemical tank by wellhead | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 1 | | |
| Comment: | No form of pressure monitoring equipment located on braden heads. All braden head valves are accessible. | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| PRODUCED WATER | 1 | 400 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 Sufficent | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

| | | |
|--------------------|----|-------|
| Yes/No | NO | |
| Comment: | | |
| Corrective Action: | | Date: |

Flaring:

| | |
|----------|--|
| Type | |
| Comment: | |

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

| Inspected Facilities | | | | | | | | | |
|----------------------|-----------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 283607 | Type: | WELL | API Number: | 051-06070 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|--|
| Gravel | Fail | | | | | Gravel insufficient |
| Ditches | | | | | | |
| | | Compaction | | | | |
| Sediment Traps | | | | | | |
| Other | Fail | | | | | No form of tracking BMP at entrance to location. |
| Berms | | | | | | |
| | | Berms | | | | |
| | | Gravel | | | | |
| | | Sediment Traps | | | | |
| | | Ditches | | | | |
| | | | | Material Handling And Spill Prevention | | Chemical tank |
| | | Culverts | | | | |
| Compaction | Fail | | | | | Location lacks stabilization. |

Comment: [Location lacks stabilization. No form of tracking BMP at entrance to location.](#)Corrective Action: [Oil and gas operators shall implement and maintain Best Management Practices \(BMPs\) at all oil and gas locations.](#)

Date: 06/12/2021

Pits: ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

| Comment | User | Date |
|--|----------|------------|
| Refer to Storm water for corrective actions. | depaoloc | 05/28/2021 |

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 699803171 | Photos for Insp. #699803170 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5443786 |