

**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:

12/23/2019

Submitted Date:

12/25/2019

Document Number:

679706673**FIELD INSPECTION FORM**Loc ID 315246 Inspector Name: Moran, Rick On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**OGCC Operator Number: 3975Name of Operator: ARGALI EXPLORATION COMPANYAddress: PO BOX 416City: RANGELY State: CO Zip: 81648**Status Summary:**

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

**Findings:**8 Number of Comments3 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 |
|------------------------------|--------------|------------------------------------|---------|
| Rector, Jeff                 |              | jbrduco@yahoo.com                  |         |
| , Argali Exploration Company | 970-629-1906 | argaliexplorationcompany@gmail.com |         |
| , Argali Exploration Company |              | chloenorman@hotmail.com            |         |
| Rector, Brian                |              | brector1983@gmail.com              |         |
| Kellerby, Shaun              | 970-712-1248 | shaun.kellerby@state.co.us         |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 230473      | WELL | PR     | 03/01/2019  | GW         | 103-08137 | FEDERAL 3-2   | PR          |

**General Comment:****COGCC Inspection Report Summary.**

On 12-23-2019 at approximately 13:40, inspector Rick Moran, conducted a follow up inspection at Argali Exploration well Federal 3-2 in Rio Blanco county of FIR documents:

- 1) 679704546 dated 6-19-2019.
- 2) 679704849 dated 7-23-2019.
- 3) 679705093 dated 8-15-2019.
- 4) 679706056 dated 11-12-2019.

The following compliance issues were observed as uncompleted:

- 1) Dead vegetation in pit. Photo 2. Complete by 7-19-2019.
- 2) Unused tank & wood. Photo 3. Complete by 7-19-2019.
- 3) Chemical container without secondary containment. Photo 3. Complete by 12-13-2019.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

This is a summary of inspection report 679706673.

## Location

Overall Good: ☒

|                      |            |       |  |
|----------------------|------------|-------|--|
| <b>Signs/Marker:</b> |            |       |  |
| Type                 | BATTERY    |       |  |
| Comment:             |            |       |  |
| Corrective Action:   |            | Date: |  |
| Type                 | OTHER      |       |  |
| Comment:             | Pit.       |       |  |
| Corrective Action:   |            | Date: |  |
| Type                 | WELLHEAD   |       |  |
| Comment:             |            |       |  |
| Corrective Action:   |            | Date: |  |
| Type                 | CONTAINERS |       |  |
| Comment:             |            |       |  |
| Corrective Action:   |            | Date: |  |

Emergency Contact Number:

Comment: 911

Corrective Action:

Date: \_\_\_\_\_

**Good Housekeeping:**

|                    |   |       |            |
|--------------------|---|-------|------------|
| Type               | WEEDS                                       |       |            |
| Comment:           | Vegetation in pit.                          |       |            |
| Corrective Action: | Comply with Rule 603.f.                     | Date: | 07/19/2019 |
| Type               | UNUSED EQUIPMENT                            |       |            |
| Comment:           | Unused tank & wood planks next to building. |       |            |
| Corrective Action: | Comply with Rule 603.f.                     | Date: | 07/19/2019 |

Overall Good: ☐

|                |      |        |  |  |
|----------------|------|--------|--|--|
| <b>Spills:</b> |      |        |  |  |
| Type           | Area | Volume |  |  |

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

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

**Equipment:**

|                     |     |       |                 |
|---------------------|-----|-------|-----------------|
| Type: Gas Meter Run | # 1 |       | corrective date |
| Comment:            |     |       |                 |
| Corrective Action:  |     | Date: |                 |

|                           |   |       |  |
|---------------------------|---|-------|--|
| Type: Ancillary equipment | # 1   |       |  |
| Comment:                  | Container of foaming agent without secondary containment. |       |  |
| Corrective Action:        |   | Date: |  |
| Type: Deadman # & Marked  | # 4   |       |  |
| Comment:                  |   |       |  |
| Corrective Action:        |   | Date: |  |

**Venting:**

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

**Flaring:**

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

| Inspected Facilities |                 |       |      |             |           |         |    |               |    |
|----------------------|-----------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID:         | 230473          | Type: | WELL | API Number: | 103-08137 | Status: | PR | Insp. Status: | PR |
| Producing Well       |                 |       |      |             |           |         |    |               |    |
| Comment:             | Producing well. |       |      |             |           |         |    |               |    |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|---------|
|                  |                 |                         |                       | Material Handling And Spill Prevention | Fail                     |         |

Comment: No secondary containment under chemical container.Corrective Action: Repair or install berms or other secondary containment devices per Rule 906.d.(1).Date: 12/13/2019**Pits:** ☐ NO SURFACE INDICATION OF PITType: BlowdownLined: NO

Pit ID:

Lat: 39.810700Long: -108.710070

Reference Point: \_\_\_\_\_

Other: \_\_\_\_\_

Length: \_\_\_\_\_

Width: \_\_\_\_\_

**Lining:**

Liner Type:

Liner Condition:

Comment: \_\_\_\_\_

Corrective

Date: \_\_\_\_\_

**Fencing:**Fencing Type: WildlifeFencing Condition: Adequate

Comment: \_\_\_\_\_

Corrective

Date: \_\_\_\_\_

**Netting:**

Netting Type:

Netting Condition:

Comment: \_\_\_\_\_

Corrective

Date: \_\_\_\_\_

Anchor Trench Present:

Oil Accumulation: NO2+ feet Freeboard: YES

Comment: \_\_\_\_\_

Corrective

Date: \_\_\_\_\_

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

| Document Num | Description          | URL   |
|--------------|----------------------|---|
| 402271172    | INSPECTION SUBMITTED | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5021195">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5021195</a> |
| 679706674    | inspection photos    | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5021192">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5021192</a> |