

**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:

10/31/2022

Submitted Date:

11/03/2022

Document Number:

702800879**FIELD INSPECTION FORM**Loc ID 313236 Inspector Name: O'Malley, Anna 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:**15 Number of Comments7 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
Jeffrey, Carl		jbrduco@yahoo.com	All Inspections
,		argaliexplorationcompany@g mail.com	General Contact

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
279200	WELL	PR	08/17/2007	GW	081-07240	FEDERAL 9-1-8-91	RI
313236	LOCATION	AC			-	FEDERAL-68N91W 1NESE	RI

General Comment:

On 10/31/2022, Reclamation Specialist O'Malley conducted a reclamation and stormwater inspection at Argali Exploration Company's [FEDERAL-68N91W/1NESE Location #313236](#) in Moffat County, Colorado.

The following compliance issues were observed during this inspection:

- Methanol tank label missing/insufficient/inaccurate
- Wellhead sign missing/insufficient
- Tank battery sign missing/insufficient
- Trash/debris
- Noxious weeds
- Wildlife protections on methanol tank secondary containment missing/insufficient
- Unused tank

Refer to the "Location," "Reclamation" and "Stormwater" sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

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

LocationOverall Good: ☐**Signs/Marker:**

Type	TANK LABELS/PLACARDS		
Comment:	Labeling information, including safety information, contents, capacity, NFPA, etc. observed to be faded and illegible on the methanol tank at the west of the Location. Contact numbers on the tank are outdated.		
Corrective Action:	Comply with 605 Rules.	Date:	01/02/2023
Type	WELLHEAD		
Comment:	Sign not posted or information inaccurate at well.		
Corrective Action:	Install sign to comply with Rule 605.d.	Date:	01/02/2023
Type	BATTERY		
Comment:	Sign not posted or information inaccurate at battery.		
Corrective Action:	Install sign to comply with Rule 605.e.	Date:	12/03/2022

Emergency Contact Number:

Comment: 970-629-1906

Corrective Action:

Date: _____

Good Housekeeping:

Type	TRASH		
Comment:	Trash/debris was observed next to the tank battery. A guy line anchor marker is now trash/debris. Refer to attached photos.		
Corrective Action:	Comply with Rule 606.	Date:	11/10/2022
Type	WEEDS		
Comment:	Bull thistle (List B Noxious Weed) was found throughout the Location. Weed management is required in the 2023 growing season. Ongoing weed management is required.		
Corrective Action:	Conduct weed management to prevent further establishment and spread of noxious weeds; ongoing weed management required until location passes final reclamation.	Date:	05/01/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

Type: Other	#		corrective date
Comment:	Wildlife protection devices are missing or insufficient to prevent wildlife from entering the methanol tank secondary containment device.		
Corrective Action:	Install or repair wildlife protection equipment.	Date:	11/08/2022

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER					,

Comment:	Previous inspection #689806408 observed holes in produced water tank. Inspector required Operator to Comply with Rule 606 by 10/11/2021.	
	It was observed in this inspection that the previously observed produced water tank has been removed from the tank battery and placed on the pad surface at the southeast of the Location. Unused equipment has not been removed. Original corrective action and date remain applicable.	
Corrective Action:	Comply with Rule 606.	Date: 10/11/2021

Paint

Condition	
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Comment:				
Corrective Action:				Date:

Venting:

Yes/No		
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities									
Facility ID:	279200	Type:	WELL	API Number:	081-07240	Status:	PR	Insp. Status:	RI
Facility ID:	313236	Type:	LOCATION	API Number:	-	Status:	AC	Insp. Status:	RI

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment [Waste and debris present. Refer to the "Location" section.](#)

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment [Unused equipment present. Refer to the "Location" section.](#)

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? Pass

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? Pass

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? <u>Pass</u>	Production areas stabilized ? <u>Pass</u>
1003c. Compacted areas have been cross ripped? _____	
1003d. Drilling pit closed? _____	Subsidence over on drill pit? _____
Cuttings management: _____	
1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? <u>In</u>	
Production areas have been stabilized? <u>Pass</u>	Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____	Recontoured _____	Perennial forage re-established _____
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Non-Cropland

Top soil replaced _____	Recontoured <u>Pass</u>	80% Revegetation <u>In</u>
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1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? F

Comment
Refer to the "Location" section of this inspection report for weed control corrective action.

Areas no longer in use/not needed for production operations have been reduced and reclaimed. Interim areas are vegetated with introduced and native perennial grasses (smooth brome, crested, intermediate and western wheatgrass).

Corrective Action Date _____

Overall Interim Reclamation In Process

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment:

Well plugged _____	Pit mouse/rat holes, cellars backfilled _____
Debris removed _____	No disturbance /Location never built _____
Access Roads <u>Regraded</u> _____	Contoured _____ Culverts removed _____
Gravel removed _____	
Location and associated production facilities reclaimed _____	Locations, facilities, roads, recontoured _____
Compaction alleviation _____	Dust and erosion control _____
Non cropland: Revegetated 80% _____	Cropland: perennial forage _____
Weeds present _____	Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Inspector Name: O'Malley, Anna

Corrective Action:						Date	
Overall Final Reclamation	Well Release on Active Location		<input type="checkbox"/>	Multi-Well Location		<input type="checkbox"/>	
Storm Water:							
Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment	
Comment:		At the time of this inspection no stormwater issues were observed.					
Corrective Action:						Date:	
Pits: <input checked="" type="checkbox"/> 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
702800880	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5905423