

**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:

05/04/2023

Submitted Date:

05/04/2023

Document Number:

702501268

FIELD INSPECTION FORMLoc ID 314341 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10556

Name of Operator: PLUG NICKEL OIL COMPANY INC

Address: PO BOX 1937

City: VERNAL State: UT Zip: 84078

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

9 Number of Comments

5 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 | (970) 712-1248 | shaun.kellerby@state.co.us | |
| Hogue, Jimmy | (435) 828-7666 | hogue@stratanet.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 228455 | WELL | SI | 10/01/2022 | OW | 103-05309 | MURPHY A-2 | SI |

General Comment:**COGCC Inspection Report Summary**

On Thursday, 05/04/2023, Inspector Kirby Burchett, conducted a routine field inspection at Plug Nickel Oil Co. on the Murphy A-2 well, Location #314341, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District with High Priority/NSO/Density Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

While there during normal production operations the following compliance issues were observed:

1. Random debris.
2. Bradenhead inaccessible.
3. Loadline open ended.
4. Stormwater BMPs need implementation and maintenance.

Refer to Inspection Photos for observed compliance issues.

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

LocationOverall Good: ☐

| | | | |
|----------------------|----------|-------|--|
| Signs/Marker: | | | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 435-828-7666 or 911

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|------------|
| Type | DEBRIS | | |
| Comment: | Random debris around pumping unit and at Northeast anchor | | |
| Corrective Action: | All trash, rubbish, and other waste material will be properly contained until removed from the Oil and Gas Location. At no time will trash, debris, or rubbish be placed or remain on the ground. | Date: | 05/20/2023 |

Overall Good: ☐

| | | | | |
|--------------------------------------------------------|------|--------|--|--|
| Spills: | | | | |
| Type | Area | Volume | | |
| In Containment: No | | | | |
| Comment: _____ | | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | | |

| | | | |
|--------------------------|---------------------------------------------------------------------|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Bradenhead | # 1 | | |
| Comment: | Inaccessible. Valve is below ground up against cellar ring | | |
| Corrective Action: | Install appropriate fittings to allow Bradenhead visual inspection. | Date: | 05/14/2023 |
| Type: Pump Jack | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Flow Line | # 1 | | |
| Comment: | Above ground to tank | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| | | | | | |
|-----------|---|----------|-----------|---------|--------|
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CRUDE OIL | 1 | 200 BBLS | STEEL AST | | , |

| | | | | | |
|--------------------|----------------------------------------------------------------------------------------------|---------------------|---------------------|-------------|------------------|
| Comment: | Loadline open ended | | | | |
| Corrective Action: | All loadline valves or tank valves that can be used as a loadline will be capped or plugged. | | | | Date: 05/10/2023 |
| Paint | | | | | |
| Condition | Adequate | | | | |
| Other (Content) | | | | | |
| Other (Capacity) | | | | | |
| Other (Type) | | | | | |
| Berms | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Earth | Inadequate | Walls Insufficient | Base Insufficient | Inadequate | |
| Comment: | Berm does not meet minimum capacity of 150% of tank capacity | | | | |
| Corrective Action: | Repair berms or install other secondary containment devices. | | | | Date: 06/04/2023 |
| Venting: | | | | | |
| Yes/No | NO | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |
| Flaring: | | | | | |
| Type | | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

| Inspected Facilities | | | | | | | | | |
|--------------------------------------------------------------------------------------------------------------------------|--------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 228455 | Type: | WELL | API Number: | 103-05309 | Status: | SI | Insp. Status: | SI |
| Idle Well | | | | | | | | | |
| Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____ | | | | | | | | | |
| Comment: <div>Last Production - September 2022</div> | | | | | | | | | |
| Corrective Action: <div></div> 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | Culverts | | | | |
| Ditches | | | | | | |
| | | Ditches | | | | |

Comment: Insufficient Stormwater BMPs.Corrective Action: Provide proper Stormwater BMPs to control runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. Vehicle tracking BMPs to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.Date: 06/04/2023Pits: ☒ 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 |
|--------------|-------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 702501270 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6104972 |