

**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:

05/14/2024

Submitted Date:

05/15/2024

Document Number:

715500022

FIELD INSPECTION FORMLoc ID 313020 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

ECMC Operator Number: 3975

Name of Operator: ARGALI EXPLORATION COMPANY

Address: PO BOX 416

City: RANGELY State: CO Zip: 81648

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

13 Number of Comments

6 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
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
, Inspections		argaliexplorationcompany@gmail.com	
Rector, Jeff	(970) 629-2614	jbrduco@yahoo.com	
Rector, Brian	(970) 629-1906	brector1983@gmail.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
223376	WELL	PR	02/01/2024	GW	081-06740	FEDERAL 2-26	PR

General Comment:**ECMC Inspection Report Summary**

On Tuesday, 05/14/2024, Inspector Kirby Burchett, conducted a routine field inspection at Argali Exploration Company on the Federal 2-26 well, Location #313020, in Moffat County, Colorado.

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

Any Corrective Actions from previous Inspections are still applicable.

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

1. Unused equipment.
2. Container label illegible.
3. Equipment open to wildlife.
4. Tank missing required information.
5. Tank berm undersize and no longer impervious.
6. Open ended load line.

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 ECMC rules.

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

Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Container missing required information.		
Corrective Action:	Containers that are used to store, treat, or otherwise handle a hazardous material and which are required to be marked, placarded, or labeled in accordance with the U.S. Department of Transportation's Hazardous Materials Regulations, will retain the markings, placards, and labels on the Container. Such markings, placards, and labels will be retained on the Container until it is sufficiently cleaned of residue and purged of vapors to remove any potential hazards.	Date:	05/25/2024
Type	OTHER		
Comment:	Separator units include attached storage tanks. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Production tank missing required information		
Corrective Action:	All Tanks and Containers will be labeled pursuant to Rule 605. h. (1). All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information: Name of Operator; Operator's emergency contact telephone number; Tank capacity; Tank contents; and NFPA label or equivalent globally harmonized label.	Date:	05/25/2024

Emergency Contact Number:

Comment: 970-629-1906 or 911

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Containment open to wildlife		
Corrective Action:	Remove containment or install wildlife protection equipment.	Date:	05/25/2024
Type	UNUSED EQUIPMENT		
Comment:	Methanol tank and containment not in service		
Corrective Action:	All equipment not hooked up or out of service will be removed from location.	Date:	05/30/2024

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:			Date:
Type: Ancillary equipment	# 1		
Comment:	Methanol tank in containment. Not in use and open to wildlife.		
Corrective Action:			Date:
Type: Other	# 1		
Comment:	Wellhead tree		
Corrective Action:			Date:
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:			Date:
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:			Date:
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:			Date:
Type: Bradenhead	# 1		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
PRODUCED WATER	1	300 BBLS	STEEL AST		,	
Comment:	Open end valve on tank.					
Corrective Action:	All load lines or tank valves that can be used as a load line will be capped or plugged.					Date: 05/20/2024

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Inadequate	Walls Insufficient		Inadequate
Comment:	Secondary containment is inadequate to contain 150% of the volume of the largest tank. Secondary containment is not sufficiently impervious to contain spilled or released materials.			
Corrective Action:	Repair or install berms or other secondary containment devices.			
				Date: 06/14/2024

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

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Inspected Facilities									
Facility ID:	223376	Type:	WELL	API Number:	081-06740	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	March 2024 Production Report								
Corrective Action:				Date:					

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Ditches						
		Culverts				
		Ditches				

Comment: Operator is responsible for maintaining Best Management Practices (BMPs) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Corrective Action:

Date:

Pits: ☒ NO SURFACE INDICATION OF PIT

Attached Documents

You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
715500023	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6549358