

**FORM
INSP**

Rev
05/11

**State of Colorado
Oil and Gas Conservation Commission**

1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109



DE	ET	OE	ES
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Inspection Date:
10/14/2013

Document Number:
664001353

Overall Inspection:
Unsatisfactory

FIELD INSPECTION FORM

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	<u>234150</u>	<u>316992</u>	<u>SCHURE, KYM</u>	<input type="checkbox"/>	

Operator Information:

OGCC Operator Number: _____

Name of Operator: MAGPIE OPERATING, INC

Address: 2707 SOUTH COUNTY RD 11

City: LOVELAND State: CO Zip: 80537

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED
- INSPECTOR REQUESTS FORM 42 WHEN CORRECTIVE ACTIONS ARE COMPLETED

Contact Information:

Contact Name	Phone	Email	Comment
Warner, James M	(970) 669-6308	magpieoil@yahoo.com	
Wagers, Justin		justin@teamggf.com	
Duvall, Jack		jpdbd@msn.com	
warner, ryan	(970) 669-6308	magpieoil@yaoo.com	

Compliance Summary:

QtrQtr: SWSE Sec: 32 Twp: 1S Range: 56W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Unsatisfactory	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
07/24/2013	668200556	IJ	AC	Satisfactory	P		No
07/16/2012	663400614	SI	AC	Unsatisfactory	P		No
04/01/2011	200306297	RT	AC	Satisfactory			No
04/20/2010	200243812	MI	AC	Satisfactory			No
04/01/2010	200240830	RT	SI	Unsatisfactory			Yes
10/14/2009	200220606	ES	TA	Satisfactory	P		No
06/22/2009	200213555	RT	SI	Satisfactory			No
05/27/2009	200212914	ES	SI	Unsatisfactory			Yes
04/10/2007	200109247	MI	SI	Satisfactory		Pass	No
07/31/2006	200094631	RT	AC	Satisfactory		Pass	No
08/31/2005	200076029	RT	AC	Satisfactory		Pass	No
05/18/2004	200054952	RT	SI	Satisfactory		Pass	No
07/17/2003	200041513	MI	SI	Satisfactory		Pass	No
06/27/2002	200027931	RT	AC	Satisfactory		Pass	No
08/27/2001	200019570	SR	WO	Satisfactory		Pass	No
08/22/2000	200009432	RT	AC	Satisfactory		Pass	No

Inspector Comment:

Inspector Name: SCHURE, KYM

Surface Owner complaint filed in regard to alleged damages caused by Operator during repairs on leaking underground lines associated to well/wells in SE 1/4 of Section 32 Township 1S Range 56W 6thPM. Letter of Complaint sent by Surface Owner (Mr. Jack Duvall) on behalf of himself and surface leasee (Wagers) attached to filing. Photo provided by Surface Owner attached to e-mail communication.No COGCC Doc. filings of reported spills/releases from Operator found associated to this complaint. COGCC Environmental performing site inspection/investigation with Landowner/Leasee for NOAV processing. Little Beaver Unit 30 well 05-121-06251 is being used for this inspection identification, this disposal well is located within the area described by Landowner in formal complaint. As of 11/08/2013, Mr. Ryan Warner stated that he has contacted the Leasee regarding complaint.

Related Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status	
234150	WELL	IJ	01/01/2011		121-06251	LITTLE BEAVER UNIT 30	IJ	<input checked="" type="checkbox"/>

Equipment:

Location Inventory

Special Purpose Pits: _____	Drilling Pits: _____	Wells: _____	Production Pits: _____
Condensate Tanks: _____	Water Tanks: _____	Separators: _____	Electric Motors: _____
Gas or Diesel Mortors: _____	Cavity Pumps: _____	LACT Unit: _____	Pump Jacks: _____
Electric Generators: _____	Gas Pipeline: _____	Oil Pipeline: _____	Water Pipeline: _____
Gas Compressors: _____	VOC Combustor: _____	Oil Tanks: _____	Dehydrator Units: _____
Multi-Well Pits: _____	Pigging Station: _____	Flare: _____	Fuel Tanks: _____

Location

Emergency Contact Number: (S/U/V) _____ Corrective Date: _____

Comment: _____

Corrective Action: _____

Spills:

Type	Area	Volume	Corrective action	CA Date
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Multiple Spills and Releases?

Venting:

Yes/No	Comment

Flaring:

Type	Satisfactory/Unsatisfactory	Comment	Corrective Action	CA Date

Predrill

Location ID: 234150

Site Preparation:

Lease Road Adeq.: _____ Pads: _____ Soil Stockpile: _____

S/U/V: _____

Corrective Action: _____ Date: _____ CDP Num.: _____

Form 2A COAs:

S/U/V: _____ **Comment:** _____

CA: _____ **Date:** _____

Wildlife BMPs:

S/U/V: _____ **Comment:** _____

CA: _____ **Date:** _____

Stormwater:

Comment: _____

Staking:

On Site Inspection (305):

Surface Owner Contact Information:

Name: _____ Address: _____

Phone Number: _____ Cell Phone: _____

Operator Rep. Contact Information:

Landman Name: _____ Phone Number: _____

Date Onsite Request Received: _____ Date of Rule 306 Consultation: _____

Request LGD Attendance: _____

LGD Contact Information:

Name: _____ Phone Number: _____ Agreed to Attend: _____

Summary of Landowner Issues:

Summary of Operator Response to Landowner Issues:

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

Facility

Facility ID: 234150 Type: WELL API Number: 121-06251 Status: IJ Insp. Status: IJ

Complaint

Comment: Surface Owner (Mr. Jack Duvall) filed a formal complaint regarding alleged damages to his property located in the SE 1/4, Sec. 32, Township 1S, Range 56W, 6th PM. Surface Leasee (Mr. Justin Wagers) contacted COGCC NE Field Inspector Kym Schure regarding concerns/complaint about alleged ongoing surface damages from O&G operations performed by Magpie Operating which operates (2) injection wells on the described property. Mr. Jack Duvall (Surface-Owner) submitted a letter via e-mail to COGCC Inspector Schure describing the cause for complaint. Correspondance from Mr. Duvall is attached to this inspection report. Inspector Schure contacted Mr. Ryan Warner concerning alleged complaint, Mr. Warner stated that he has contacted the Landowner/Leasee regarding this complaint.

Environmental

Spills/Releases:

Inspector Name: SCHURE, KYM

Type of Spill: _____ Description: _____ Estimated Spill Volume: _____
 Comment: _____
 Corrective Action: _____ Date: _____
 Reportable: _____ GPS: Lat _____ Long _____
 Proximity to Surface Water: _____ Depth to Ground Water: _____

Water Well: _____ Lat _____ Long _____
 DWR Receipt Num: _____ Owner Name: _____ GPS : _____

Field Parameters: _____

Sample Location: _____

Complaint:				
Tracking Num	Category	Assigned To	Description	Incident Date
200388345	PROPERTY DAMAGE	SCHURE, KYM	Surface-Owner (Mr.Jack Duvall) contacted COGCC NE Field Inspector (Kym Schure) regarding ongoing alleged damages to property resulting from underground line repairs due to leaks causing releases in the soils. Mr. Duvall wrote a letter describing the Surface-Owners negative history with the Operator (Magpie Operating). Letter is attached to inspection Doc.#664001353. Mr. Duvall states numerous leaks have been discovered by the surface leasee (Mr.Justin Wagers) over a period of years and each time the Operator was notified. Resulting in unsatisfactory responses from the Operator regarding the surface/soils concerns by the Surface-Owner and Leasee (Mr.Jack Duvall and Mr.Justin Wagers).	10/18/2013

Emission Control Burner (ECB): _____
 Comment: _____
 Pilot: _____ Wildlife Protection Devices (fired vessels): _____

Reclamation - Storm Water - Pit

Interim Reclamation:

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

Land Use: _____

Comment: _____

1003a. Debris removed? _____ CM _____
 CA _____ CA Date _____
 Waste Material Onsite? _____ CM _____
 CA _____ CA Date _____
 Unused or unneeded equipment onsite? _____ CM _____
 CA _____ CA Date _____
 Pit, cellars, rat holes and other bores closed? _____ CM _____
 CA _____ CA Date _____
 Guy line anchors removed? _____ CM _____
 CA _____ CA Date _____
 Guy line anchors marked? _____ CM _____

CA _____ CA Date _____

1003b. Area no longer in use? _____ Production areas stabilized ? _____

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? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

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

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003 f. Weeds Noxious weeds? _____

Comment: _____

Overall Interim Reclamation _____

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 Regraded _____ 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 _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation _____ Well Release on Active Location Multi-Well Location

Storm Water:

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

S/U/V: _____ Corrective Date: _____

Comment: _____

CA: _____

Pits: 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
664001354	Surface Owner Complaint-Magpie Operating	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3230140