

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



Inspection Date: 04/21/2016
Document Number: 674300602
Overall Inspection: **ACTION REQUIRED**

FIELD INSPECTION FORM

Location Identifier	Facility ID	Loc ID	Inspector Name:	On-Site Inspection	2A Doc Num:
	<u>229341</u>	<u>314701</u>	<u>Spencer, Stan</u>	<input type="checkbox"/>	

Operator Information:

OGCC Operator Number: 10556
Name of Operator: PLUG NICKEL OIL COMPANY INC
Address: 2552 NORTH 500 EAST
City: VERNAL State: UT Zip: 84078

- 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
Fischer, Alex		alex.fischer@state.co.us	
Lujan, Carlos		carlos.lujan@state.co.us	
Hogue, Launa	435-789-7335/435-828-7775	hogue@stratanet.com	
Granahan, Kyle		kyle.granahan@state.co.us	

Compliance Summary:

QtrQtr: SESW Sec: 16 Twp: 2N Range: 103W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Action Required	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
02/05/2015	675100965	PR	PR	ACTION REQUIRED	I		No
04/16/2014	673501040	PR	PR	ACTION REQUIRED			No
07/13/1999	500156924	PR	PR			Pass	No

Inspector Comment:

Related Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
229341	WELL	PR	11/30/2006	OW	103-06444	USA PAN AM 16-4	PR
445568	SPILL OR RELEASE	AC	04/22/2016		-	SPILL/RELEASE POINT	AC

Equipment:

Location Inventory

Predrill

Location ID: 229341

Site Preparation:

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

S/AR: _____

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

Form 2A COAs:

S/AR: _____ **Comment:** _____

CA: _____ **Date:** _____

Wildlife BMPs:

S/AR: _____ **Comment:** _____

CA: _____ **Date:** _____

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: 0 Type: _____ API Number: - Status: _____ Insp. Status: _____

Environmental

Spills/Releases:

Type of Spill: OIL Description: valve vandalized Estimated Spill Volume: 10

Comment: Follow-up to spill #445568. Approximately 10 bbl crude released from wellhead due to a vandalized valve. Crude ran off location into a dry ditch for ~600 ft. Met with operator Jim Hogue on location. Cleanup crew is onsite hand-excavating contaminated soil (90% complete) from ditch to avoid tearing up channel with heavy equipment. Soil is being stockpiled on pad within berm and will be disposed offsite at a licensed facility. Directed operator to collect confirmation soil samples from ditch, analyze for Table 910-1 and submit a Supplemental F-19. If confirmation samples are not in compliance, directed operator to submit F-27. Also observed pit on location which operator stated is out of service. No pit on scout card. Pit collects runoff from adjacent hillside, has standing clear water, and evidence of use by wildlife (elk tracks). Directed operator to close pit in compliance with COGCC rules.

Inspector Name: Spencer, Stan

Corrective Action: **Excavate and dispose or treat all contaminated soil exceeding Table 910-1. Close and** Date: **05/27/2016**

Reportable: _____ GPS: Lat _____ Long _____

Proximity to Surface Water: _____ Depth to Ground Water: _____

Water Well:

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

Field Parameters:

Sample Location: _____

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. Waste and Debris removed? _____

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 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

Inspector Name: Spencer, Stan

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/A/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
674300603	oil stain soil, edge of pad	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3842068
674300604	ditch bottom following excavation of stained soil	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3842069
674300605	cleanup crew hand-digging stained soil	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3842070
674300606	out of service pit	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=3842071