

**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:

05/31/2023

Submitted Date:

06/01/2023

Document Number:

702501394

FIELD INSPECTION FORMLoc ID 312880 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC 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:

11 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
Kellerby, Shaun	(970) 712-1248	shaun.kellerby@state.co.us	
,		argaliexplorationcompany@gmail.com	
Rector, Brian	(970) 629-1906	brector1983@gmail.com	
Rector, Jeff	(970) 629-2614	jbrduco@yahoo.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
222717	WELL	SI	12/01/2022	GW	081-06077	FEDERAL-BLUE GRAVEL 1-23	SI

General Comment:**COGCC Inspection Report Summary**

On Wednesday, 03/31/2023, Inspector Kirby Burchett, conducted a routine field inspection at Argali Exploration Company on the Federal-Blue Gravel 1-23 well, Location #312880, in Moffat County, Colorado.

This location is within or in close proximity to a 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 found:

1. Debris.
2. Gauge hatch open.
3. Open end tank valves.
4. No response from emergency contact.
5. Production tank missing required information.
6. Insufficient Stormwater BMPs.

Refer to attached photographs for Corrective Action.

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	TANK LABELS/PLACARDS		
Comment:	Production tank missing required labeling.		
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:	07/01/2023
Type	WELLHEAD		
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	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: (970) 629-1906 or 911
Emergency operator contact requires a response within 30 minutes.
No response 24 hrs later.

Corrective Action: Provide the Operator's contact information where it may be reached 24-hours a day

Date: 07/01/2023

Good Housekeeping:

Type	DEBRIS		
Comment:	Random debris		
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:	06/08/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
------	------	--------	--	--

In Containment: No

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

Type: Bird Protectors	# 1		corrective date
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		

Comment:			
Corrective Action:		Date:	
Type: Gathering Line	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Calibration visible and current		
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
PRODUCED WATER	1	200 BBLs	STEEL AST		,	
Comment:	Open end tank valves					
Corrective Action:	All loadline valves or tank valves that can be used as a loadline will be capped or plugged.				Date:	06/06/2023

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:	Unlined			
Corrective Action:		Date:		

Venting:

Yes/No	YES		
Comment:	Thief hatch left open. Called Operator emergency contact. Left message. Found operator employee in the field 2 hours later. He went and closed the thief hatch.		
Corrective Action:	Close and seal gauge hatches when not accessing tank	Date:	06/01/2023

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	222717	Type:	WELL	API Number:	081-06077	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____									
Comment: <div>Last Production - November 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

Comment: [Stormwater BMPs need implementation and maintenance.](#)

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: 06/16/2023

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
702501401	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6133174