

**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:

09/11/2024

Submitted Date:

09/13/2024

Document Number:

715500646

FIELD INSPECTION FORMLoc ID 313024 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:

10 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
Rector, Jeff	(970) 629-2614	jbrduco@yahoo.com	
Taylor, Chad		chad.taylor@state.co.us	
Rector, Brian	(970) 629-1906	brector1983@gmail.com	
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
Engineering, ECMC		dnr_cogccengineering@state.co.us	
, Inspections		argaliexplorationcompany@gmail.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
150334	UIC DISPOSAL	AC	10/13/1992		-	FEDERAL 1-35	SI
223380	WELL	SI	07/01/2023	DSPW	081-06744	Federal 1-35 06744	SI

General Comment:

ECMC Inspection Report Summary

On Wednesday, 09/11/2024, Inspector Kirby Burchett, conducted a follow up field inspection at Argali Exploration Company on the Federal 1-36 06744 well, Location #313024, in Moffat County, Colorado.

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

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issues observed during Insp. #70250164 on 6/5/24 and 2 previous inspections dating back to 5/23/23. The following Corrective Actions are still unresolved and original due dates remain:

1. Debris.
2. Unmarked anchors.
3. Bradenhead not visible.
4. MIT overdue. Well needs to be plugged.

Refer to Inspection Photos for observed compliance issues.

5. Review of production records indicate operator is delinquent in submitting monthly operations reports.

While there during normal operations no additional compliance issues were observed.

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	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment:	970-629-1906	
Corrective Action:		Date: _____

Good Housekeeping:

Type	DEBRIS		
Comment:	Random debris		
Corrective Action:	All excess materials, rubbish, supplies, trash, or other waste material will be properly contained until removed from the Oil and Gas Location. At no time will debris be placed or remain on the ground.	Date:	05/31/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

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

Type: Ancillary equipment	# 1		corrective date
Comment:	Fiberglass hut wellhead cover		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Wellhead tree		
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	Bradenhead inaccessible or not visible.		
Corrective Action:	Install appropriate fittings to allow Bradenhead visual inspection.	Date:	06/03/2023
Type: Deadman # & Marked	# 2		
Comment:	2 unmarked anchors		
Corrective Action:	All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor.	Date:	06/08/2023

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: 150334 Type: UIC API Number: - Status: AC Insp. Status: SI

Underground Injection Control

UIC Violation: Failed MIT Maximum Injection Pressure: 555

UIC Routine

Inj./Tube: Pressure or inches of Hg Previous Test Pressure MPP
(e.g. 30 psig or -30" Hg) Inj Zone:

TC: Pressure or inches of Hg Previous Test Pressure Last MIT:

Brhd: Pressure or inches of Hg Previous Test Pressure AnnMTReq:

Comment: Last MIT - 8/25/2016. Failed MIT - 2/8/22, 3/16/22 & 8/4/22.
Well is overdue for Mechanical Integrity Test (MIT). MIT requires 10 day notification via Form 42. Well plugging requires an approved Form 6 Intent to Abandon to plug well.

Corrective Action: Perform successful mechanical integrity test. If a successful MIT cannot be performed within 30 day CA time the well must be plugged within 3 months **Date:** 06/05/2023

Method of Injection:

Test Type: Tbg psi: Csg psi: BH psi:

Insp. Status:

Comment:**Corrective Action:** **Date:**

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

Facility ID: 223380 Type: WELL API Number: 081-06744 Status: SI Insp. Status: SI

Idle WellPurpose: ☒ Shut In ☐ Temporarily Abandoned Reminder:

Comment: Review of production records indicate operator is delinquent in submitting monthly operations reports.

Corrective Action: Operators will report all existing oil and gas Wells that are not Plugged and Abandoned on the Form 7, Operator's Monthly Report of Operations within 45 days after the end of each month. **Date:** 10/12/2024

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
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: <input checked="" type="checkbox"/> 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
403920205	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6705972
715500647	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6705955