

**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:

715500648

**FIELD INSPECTION FORM**Loc ID 312949 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

4 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                  |         |
| , Inspections     |                | argaliexplorationcompany@gmail.com |         |
| Engineering, ECMC |                | dnr_cogccengineering@state.co.us   |         |
| Rector, Brian     | (970) 629-1906 | brector1983@gmail.com              |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name    | Insp Status |
|-------------|------|--------|-------------|------------|-----------|------------------|-------------|
| 112096      | PIT  | AC     | 09/23/1999  |            | -         | MCWILLIAMS 2-31  | AC          |
| 222989      | WELL | PR     | 02/01/2024  | GW         | 081-06351 | MC WILLIAMS 2-31 | PR          |

**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 McWilliams 2-31 well, Location #312949, in Moffat County, Colorado.

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

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issues observed during Insp. #715500015 on 5/14/24. The following Corrective Actions are unresolved and original due dates remain:

1. Random debris.
  2. Unused equipment.
  3. Location entrance sign needed at private gate.
- Refer to Inspection Photos for observed compliance issues.
4. 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.

**Location**Overall Good: ☐

|                      |  |       |            |
|----------------------|--|-------|------------|
| <b>Signs/Marker:</b> |  |       |            |
| 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                 | CONTAINERS   |       |            |
| Comment:             |  |       |            |
| Corrective Action:   |  | Date: |            |
| Type                 | WELLHEAD   |       |            |
| Comment:             |  |       |            |
| Corrective Action:   |  | Date: |            |
| Type                 | OTHER  |       |            |
| Comment:             | Location is behind private gate. No location entrance sign at gate in case of emergency if locked.   |       |            |
| Corrective Action:   | The Location Entrance sign will identify: The Well name; The Commission's Location identification number (ID #); The Operator's telephone number where it may be reached at all times; and the Telephone number(s) for local emergency services (911 where available). | Date: | 06/14/2024 |

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: | 05/22/2024 |
| Type               | UNUSED EQUIPMENT  |       |            |
| Comment:           | Methanol tank and pump not in use   |       |            |
| Corrective Action: | All equipment not hooked up or out of service will be removed from location.  | Date: | 05/30/2024 |

Overall Good: ☐

|  |      |        |  |
|--|------|--------|--|
| <b>Spills:</b>   |      |        |  |
| Type   | Area | Volume |  |
| In Containment: No                                     |      |        |  |
| Comment:   |      |        |  |
| <input type="checkbox"/> Multiple Spills and Releases? |      |        |  |

|                    |                                 |       |  |
|--------------------|---------------------------------|-------|--|
| <b>Fencing/:</b>   |                                 |       |  |
| Type               | WELLHEAD                        |       |  |
| Comment:           | Pipe and livestock wire panels. |       |  |
| Corrective Action: |                                 | Date: |  |

|                    |                              |       |  |
|--------------------|------------------------------|-------|--|
| Type               | SEPARATOR                    |       |  |
| Comment:           | Livestock wire and pipe rail |       |  |
| Corrective Action: |                              | Date: |  |

|                                   |  |       |                 |
|-----------------------------------|--|-------|-----------------|
| <b>Equipment:</b>                 |  |       | corrective date |
| Type: Bird Protectors             | # 1  |       |                 |
| Comment:                          |  |       |                 |
| Corrective Action:                |  | Date: |                 |
| Type: Horizontal Heated Separator | # 1  |       |                 |
| Comment:                          |  |       |                 |
| Corrective Action:                |  | Date: |                 |
| Type: Ancillary equipment         | # 1  |       |                 |
| Comment:                          | Methanol tank not in use inside inadequate containment |       |                 |
| Corrective Action:                |  | Date: |                 |
| Type: Bradenhead                  | # 1  |       |                 |
| Comment:                          |  |       |                 |
| Corrective Action:                |  | Date: |                 |
| Type: Plunger Lift                | # 1  |       |                 |
| Comment:                          |  |       |                 |
| Corrective Action:                |  | Date: |                 |
| Type: Deadman # & Marked          | # 4  |       |                 |
| Comment:                          |  |       |                 |
| Corrective Action:                |  | Date: |                 |
| Type: Gathering Line              | # 2  |       |                 |
| Comment:                          |  |       |                 |
| Corrective Action:                |  | Date: |                 |
| Type: Gas Meter Run               | # 1  |       |                 |
| Comment:                          |  |       |                 |
| Corrective Action:                |  | Date: |                 |

|                    |    |       |  |
|--------------------|----|-------|--|
| <b>Venting:</b>    |    |       |  |
| Yes/No             | NO |       |  |
| Comment:           |    |       |  |
| Corrective Action: |    | Date: |  |

|                    |  |       |  |
|--------------------|--|-------|--|
| <b>Flaring:</b>    |  |       |  |
| Type               |  |       |  |
| Comment:           |  |       |  |
| Corrective Action: |  | Date: |  |

| Inspected Facilities   |  |       |      |             |           |         |       |               |    |
|--|--|-------|------|-------------|-----------|---------|-------|---------------|----|
| Facility ID:   | 112096   | Type: | PIT  | API Number: | -         | Status: | AC    | Insp. Status: | AC |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 |  |       |      |             |           |         |       |               |    |
| Facility ID:   | 222989   | Type: | WELL | API Number: | 081-06351 | Status: | PR    | Insp. Status: | PR |
| Producing Well   |  |       |      |             |           |         |       |               |    |
| Comment:   | May 2024 Production Report<br>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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
|                  |                 | Culverts                |                       |               |                          |         |
|                  |                 | Ditches                 |                       |               |                          |         |
| Ditches          |                 |                         |                       |               |                          |         |

Comment: Corrective Action: Date: **Pits:** ☐ NO SURFACE INDICATION OF PITType: BlowdownLined: NOPit ID: 112096Lat: 40.612219Long: -107.529396Reference Point: Other: Length: Width: **Lining:**Liner Type: Liner Condition: Comment: Corrective Action: Date: **Fencing:**Fencing Type: LivestockFencing Condition: AdequateComment: Corrective Action: Date: **Netting:**Netting Type: Netting Condition: Comment: Corrective Action: Date: Anchor Trench Present: NOOil Accumulation: NO2+ feet Freeboard: YESComment: Corrective Action: Date: **Attached Documents**You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

| Document Num | Description          | URL   |
|--------------|----------------------|---|
| 403920362    | INSPECTION SUBMITTED | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706100">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706100</a> |
| 715500649    | Inspection Photos    | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706094">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706094</a> |