

**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:

715500650**FIELD INSPECTION FORM**Loc ID 312984 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 3975Name of Operator: ARGALI EXPLORATION COMPANYAddress: PO BOX 416City: RANGELY State: CO Zip: 81648**Status Summary:**

- ☒ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:16 Number of Comments7 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	
Engineering, ECMC		dnr_cogccengineering@state.co.us	
Rector, Brian	(970) 629-1906	brector1983@gmail.com	
, Inspections		argaliexplorationcompany@gmail.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
116598	PIT	AC	09/23/1999		-	SCHIECK 11-31	AC
223168	WELL	PR	12/01/2023	GW	081-06530	SCHIECK 11-31	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. Production pit open to wildlife.
4. Condensate tank lacking containment.
5. Peeling container label

Refer to Inspection Photos for observed compliance issues.

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

While there during normal operations the following compliance issue was observed:

1. Weeds

Refer to Inspection Photos for observed compliance issues.

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	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	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Methanol tank label illegible		
Corrective Action:	Operators will ensure that container and tank labels are well maintained and legible, and will replace damaged or vandalized labels within 10 days of discovery that the label is no longer legible or is damaged.	Date:	05/23/2024
Type	TANK LABELS/PLACARDS		
Comment:	Operators will ensure that container and tank labels are well maintained and legible, and will replace damaged or vandalized labels within 10 days of discovery that the label is no longer legible or is damaged.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-629-1906

Corrective Action:

Date: _____

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:	Methanol tank, containment and condensate tank not in service		
Corrective Action:	All equipment not hooked up or out of service will be removed from location.	Date:	05/31/2024
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:	05/23/2024
Type	WEEDS		
Comment:	Oil and Gas Locations will be kept free of all Undesirable Plant Species.		
Corrective Action:	Maintain noxious weed control on all disturbed and reclaimed areas as a result of Oil & Gas activities including access roads.	Date:	09/19/2024

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	PIT		
Comment:	Livestock in disrepair		
Corrective Action:	Repair fencing	Date:	05/31/2024

Equipment:			corrective date
Type: Bradenhead	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Containment full of debris and not in service.		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Methanol tank not in use.		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	100 BBLS	STEEL AST		,
Comment:	Blowdown tank				
Corrective Action:				Date:	

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Inadequate			

Comment:	Berm is way undersized and is adjacent to a natural drainage area.	
Corrective Action:	Remove tank or relocate to a safer part of location with an adequate berm.	Date: 06/15/2024

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	116598	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:	223168	Type:	WELL	API Number:	081-06530	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	May 2024 Production Report 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: ☐ NO SURFACE INDICATION OF PITType: EvaporationLined: NOPit ID: 116598Lat: 40.605718Long: -107.536671

Reference Point: _____

Other: _____

Length: _____

Width: _____

Lining:

Liner Type: _____

Liner Condition: _____

Comment: _____

Corrective Action: _____

Date: _____

Fencing:Fencing Type: LivestockFencing Condition: Inadequate

Comment: _____

Corrective Action: _____

Date: _____

Netting:

Netting Type: _____

Netting Condition: _____

Comment: _____

Corrective Action: _____

Date: _____

Anchor Trench Present: _____

Oil Accumulation: _____

2+ feet Freeboard: _____

Comment: Pit is above and borders a natural drainage area.

Corrective Action: _____

Date: _____

Attached DocumentsYou can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
403920364	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706102
715500651	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706095