

**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:

09/28/2022

Submitted Date:

10/06/2022

Document Number:

702800778**FIELD INSPECTION FORM**Loc ID 313288 Inspector Name: O'Malley, Anna On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC 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:**11 Number of Comments4 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
Jeffrey, Carl		jbrduco@yahoo.com	All Inspections
		dnr_cogccengineering@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	
,		argaliexplorationcompany@gmail.com	General Contact

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
313288	LOCATION	AC			-	SIMPSON-68N90W 24NESW	RI

General Comment:

On 09/28/2022, Reclamation Specialist O'Malley conducted a reclamation and stormwater inspection at Argali Exploration Company's Simpson-68N90W /24NESW Location #313288 in Moffat County, Colorado.

The following compliance issues were observed during this inspection:

- Noxious weeds
- Unused equipment/debris
- Well is overdue for MIT
- Unmarked anchors

Refer to the "Location," "Reclamation," and "Stormwater" sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

A follow up inspection on this site will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

LocationOverall Good: ☐

Signs/Marker:			
Type	BATTERY		
Comment:	Battery sign knocked over. Tank no longer present.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-629-1906: Inspector called this number 10/5/2022 at 1:44 pm and reached the Operator who indicated this was the best number to call.

970-629-2614: Inspector called this number 10/5/2022 at 1:44 pm and left a voicemail. The call was returned at 7:21 pm by the Operator.

Corrective Action:

Date:

Good Housekeeping:

Type	DEBRIS		
Comment:	Previous inspection #702000248 observed knocked over tank and other equipment parts becoming debris. Inspector required Operator to comply with Rule 606 by 6/17/2022.		
	It was observed in this inspection that equipment observed in previous inspection remains as debris. Original corrective action and date remain applicable.		
Corrective Action:	Comply with Rule 606.	Date:	06/17/2022
Type	WEEDS		
Comment:	Jointed goatgrass, a CO List B Noxious Weed is common in areas to the west of the wellhead where it appears codominant with desirable perennial grasses. At the time of this inspection jointed goatgrass seed has matured. A spring corrective action date is being given to allow Operator flexibility in treatment. A variety of treatment options are available to treat this particular species between now and the corrective action date.		
Corrective Action:	Conduct weed management to prevent further establishment and spread of noxious weeds; ongoing weed management required until location passes final reclamation.	Date:	05/01/2023

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment:

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

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 313288 Type: LOCATION API Number: - Status: AC Insp. Status: RI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: Well is overdue for Mechanical Integrity Test. Well has been shut-in since previous MIT in 2013.
MIT requires 10-day notification via Form 42.
Well plugging requires an approved Form 6 Intent to Abandon to Plug Well.
Corrective action from inspection #689806231 remains applicable.

Corrective Action: Produce well after performing successful mechanical integrity test per Rule 417 or plug well. To maintain shut-in status, the well must be able to demonstrate ability to produce without mechanical intervention.

Date: 09/30/2021

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? Fail

Comment _____

Corrective Action _____

Date **10/20/2022**

Anchor markers observed to be in disrepair.

Install proper guy line markers per Rule 1003.a or remove anchors if no longer necessary.

1003b. Area no longer in use? _____ Production areas stabilized ? Pass

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? Pass Segregated soils have been replaced? _____**RESTORATION AND REVEGETATION**Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? F

Comment

Areas to the west of the Location have been seeded with perennial grasses, however noxious weeds (jointed goatgrass) are also common. Refer to the "Location" section of this inspection report for weed control corrective action.

Areas of the location not needed for production, or no longer in use have been previously reduced and reclaimed. Interim areas are currently cultivated cropland.

A tank has been removed from the east of the location and the tank battery area appears no longer in use. A pipe remains. The unused pipe equipment must be removed and areas of the location no longer in use are subject to interim reclamation pursuant to 1003 Rules.

Corrective Action

Date _____

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 _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

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

Comment: Previous inspection #702000248 observed culvert on access road has been overwhelmed. The road has been damaged and there is evidence of sediment being transported across and off access road. Inspector required Operator to install or repair required BMPs per Rule 1002.f.(2)C.

Corrective actions which have not been addressed remain applicable.

Corrective Action:

Date: _____

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
403190397	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5880540
702800784	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5880533