

**FORM
INSP**

Rev
X/15

**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:

04/10/2018

Submitted Date:

04/24/2018

Document Number:

689100134

FIELD INSPECTION FORM

Loc ID 334066 Inspector Name: LUJAN, CARLOS On-Site Inspection 2A Doc Num: _____

Status Summary:
 THIS IS A FOLLOW UP INSPECTION
 FOLLOW UP INSPECTION REQUIRED
 NO FOLLOW UP INSPECTION REQUIRED

Operator Information:
 OGCC Operator Number: 10456
 Name of Operator: CAERUS PICEANCE LLC
 Address: 1001 17TH STREET #1600
 City: DENVER State: CO Zip: 80202

Findings:
7 Number of Comments
0 Number of Corrective Actions
 Corrective Action Response Requested

Contact Information:

Contact Name	Phone	Email	Comment
Spencer, Stan		stan.spencer@state.co.us	EPS, NW Region
Janicek, Jake		JJanicek@caerusoilandgas.com	EHS Professional
Fischer, Alex		alex.fischer@state.co.us	Environmental Supervisor, NW
Lujan, Carlos		carlos.lujan@state.co.us	EPS, NW Region
Middleton, Brett		bmiddleton@caerusoilandgas.com	Sr. Environmental Specialist

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
454722	SPILL OR RELEASE	AC	04/11/2018		-	SPILL/RELEASE POINT	EI

General Comment:
 Environmental inspection conducted in response to a report from Caerus that a 500 bbl tank leaked produced water on the N17OU pad. Sunny day, temperature around 60 oF. Three tanks (two 300-bbls and one 500 bbl) are located on the east side of the pad, within a lined secondary containment. A small hole was discovered at the bottom of the 500 bbl tank. Tank was emptied and will be removed, leaving in place the two 300-bbl tanks. Caerus removed the spilled produced water (within the secondary containment) and conducted a hydrostatic test to determine if the liner was compromised. Beside a fairly large hole on the wall (several inches above the bottom of the secondary containment) Caerus reported approximately five holes in the liner. Borings on the perimeter of the tank battery were dug to assess any potential impact. Samples are in the lab and will be submitted by Caerus when available. Depending on the lab results, Caerus will propose a remediation plan and/or liner repair.

Location

Overall Good:

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

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 Facilities

Facility ID: 454722 Type: SPILL OR API Number: - Status: AC Insp. Status: EI

COGCC Comments

Comment	User	Date
No follow-up inspection required unless analytical results indicate a large hydrocarbon impact.	lujanc	04/24/2018

Attached Documents

You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
689100135	PhotoReport Caerus N17OU Pad 20180410	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4443775