

**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:

05/16/2018

Submitted Date:

05/25/2018

Document Number:

680200165**FIELD INSPECTION FORM**Loc ID 415597 Inspector Name: KELLERBY, SHAUN On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**4 Number of Comments3 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

Contact Name	Phone	Email	Comment
,		cogcc.inspections@caerusoil ndgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
159267	UIC DISPOSAL	AC	09/14/2009		-	ORCHARD UNIT 21-6 (F21OU)	AC
276452	WELL	IJ	08/10/2012	DSPW	077-08854	ORCHARD FEDERAL DISPOSAL 3	IJ

General Comment:

During a routine field inspection, COGCC staff discovered an active leak of a UIC well at approximately 1600hrs on 5/16/18. Operator staff was contacted via phone to report the active leak.

LocationOverall Good: ☒

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Sign or label not posted or information inaccurate on tanks or containers		
Corrective Action:	Install sign to comply with Rule 210.d.	Date:	07/20/2018

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Overall Good: ☐

Spills:				
Type	Area	Volume		
Produced Water	WELLHEAD	>= 5 bbls		
Comment:	upon arrival on location staff observed standing water on the west side of the pad. Staff observed an active leak on the injection well located on locaton. Due to the insulation wrap on the well head, staff could not determine to source of the leak. Cogcc Staff called the operator emergency contact number 970-285-2600 at 1607hrs. Operator staff arrived on location at 1730hrs and shut the injection pump down, and determined that the elbow on the injection well 05-077-08854 had washed out, and was the source of the leak. Cogcc staff determined that approximately 5bbl was released onto the pad surface.			
Corrective Action:	Contact the North West Enviromental group to repoet the spill, and complete all required paperwork by 5/31/18. Notify North West Field Inspection Supervisor of all notifications, and forms submitted by 6/22/18.			Date: 06/22/2018

In Containment: No

Comment: Well 05-077-08854 is a permitted injection well (159267). Well was actively injecting produced water at the time of inspection.

☐ Multiple Spills and Releases?

Equipment:				corrective date
Type: Horizontal Heated Separator	#			
Comment:				
Corrective Action:				Date:
Type: Other	#			
Comment:	Staff observed that the supply line on the injections well was leaking. Due to the insulation, COGCC staff could not determine the exact cause of the leak. Operator staff was able to determine that an elbow located at the top on the well head had washed out.			
Corrective Action:	perform integrity evaluation of above ground equipment at all inject well facilities. Submit written report to field inspection supervisor.			Date: 07/27/2018
Type: Gas Meter Run	#			
Comment:				
Corrective Action:				Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	8	500 BBLS	STEEL AST		,
Comment:					

Corrective Action:					Date:	
Paint						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate		
Comment:						
Corrective Action:					Date:	
Venting:						
Yes/No	NO					
Comment:						
Corrective Action:					Date:	
Flaring:						
Type						
Comment:						
Corrective Action:					Date:	

Inspected FacilitiesFacility ID: 159267 Type: UIC API Number: - Status: AC Insp. Status: ACFacility ID: 276452 Type: WELL API Number: 077-08854 Status: IJ Insp. Status: IJ**Attached Documents**You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
680200166	Photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4475039