

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: <u>05/17/2018</u> Submitted Date: <u>05/22/2018</u> Document Number: <u>690900023</u>
FIELD INSPECTION FORM			

Loc ID 335982	Inspector Name: FISCHER, ALEX	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED
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Operator Information: OGCC Operator Number: <u>10456</u> Name of Operator: <u>CAERUS PICEANCE LLC</u> Address: <u>1001 17TH STREET #1600</u> City: <u>DENVER</u> State: <u>CO</u> Zip: <u>80202</u>	Findings: 9 Number of Comments 4 Number of Corrective Actions <input checked="" type="checkbox"/> Corrective Action Response Requested
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Contact Information:			
Contact Name	Phone	Email	Comment
McKee, Michael		COGCC.inspections@caerusoilandgas.com	All Piceance inspections
Spencer, Stan		stan.spencer@state.co.us	
Janicek, Jake		COGCC.inspections@caerusoilandgas.com	All Piceance inspections
Lujan, Carlos		carlos.lujan@state.co.us	
Arauz, Steven		steven.arauza@state.co.us	
Middleton, Brett		bmiddleton@caerusoilandgas.com	Sr. Environmental Specialist

Inspected Facilities:							
Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
433736	CENTRALIZED EP WASTE MGMT FAC	AC	07/26/2013		-	MOC Water Storage Facility 32C	EI

General Comment:

On May 17, 2018 COGCC Environmental Staff (Alex Fischer and Jim Hughes) and Reclamation Staff (Lou Colby) conducted an environmental field inspection of Caerus Piceance LLC MOC Centralized E & P Facility ID: 433736. Weather was sunny and temperatures approximately 55 degrees F.

The following observations were made:

- Gates to the pit impoundment were open and not secured;
- Holes in the netting along the southern end of the Pit Facility;
- Lock out/tag out cut and on the ground;
- Hoses running across the pit liner;
- Marathon Oil signs.
- Emergency contact number is Marathon's. When called on 5/22/2018, a Marathon representative answered the phone.
- Trash/debris (5-gallon buckets near the entrance to the pit facility).
- Trash/debris (metal pipe near Monitoring Well #3);
- Fluid level in pit approximately 9-feet;
- Trash/debris in tank battery (cans).

Location

Overall Good:

Signs/Marker:

Type	TANK LABELS/PLACARDS		
Comment:	Signs and Markers at Centralized E&P Waste Management Facilities		
Corrective Action:	Install sign to comply with Rule 210.c.	Date:	06/22/2018
Type	BATTERY		
Comment:	Signs and Markers Tanks and Containers		
Corrective Action:	Install sign to comply with Rule 210.d.	Date:	06/22/2018

Emergency Contact Number:

Comment:	<input type="text"/>	Date:	<input type="text"/>
Corrective Action:	<input type="text"/>		

Good Housekeeping:

Type	DEBRIS		
Comment:	<ul style="list-style-type: none"> • Trash/debris (5-gallon buckets near the entrance to the pit facility). • Trash/debris (metal pipe near Monitoring Well #3). • Trash/debris in tank battery (cans). 		
Corrective Action:	Comply with Rule 603.f .	Date:	06/05/2018

Overall Good:

Spills:

Type	Area	Volume	

In Containment: No

Comment:

Multiple Spills and Releases?

Fencing/:

Type	PIT		
Comment:	• Gates to the pit impoundment where open and not secured.		
Corrective Action:	Secure gates and repair fence>	Date:	06/12/2018

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type			
Comment:			
Corrective Action:		Date:	

Inspected FacilitiesFacility ID: 433736 Type: CENTRALIZE API Number: - Status: AC Insp. Status: EI**COGCC Comments**

Comment	User	Date
<p>On May 17, 2018 COGCC Environmental Staff (Alex Fischer and Jim Hughes) and Reclamation Staff (Lou Colby) conducted an environmental field inspection of Caerus Piceance LLC MOC Centralized E & P Facility ID: 433736. Weather was sunny and temperatures approximately 55 degrees F.</p> <p>The following observations where made:</p> <ul style="list-style-type: none"> • Gates to the pit impoundment where open and not secured; • Holes in the netting along the southern end of the Pit Facility; • Lock out/tag out cut and on the ground; • Hoses running across the pit liner; • Marathon Oil signs. • Emergency contact number is Marathon's. When called on 5/22/2018, a Marathon representative answered the phone. • Trash/debris (5-gallon buckets near the entrance to the pit facility). • Trash/debris (metal pipe near Monitoring Well #3); • Fluid level in pit approximately 9-feet; • Trash/debris in tank battery (cans). 	fischera	05/22/2018

Attached Documents

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

Document Num	Description	URL
401649047	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4470540
690900024	INSP Photo 32C CE&P 433736 20180517	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4470530