

**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:

05/03/2019

Submitted Date:

05/06/2019

Document Number:

696600039

FIELD INSPECTION FORMLoc ID 334150 Inspector Name: Wentzel, Dougo On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10456

Name of Operator: CAERUS PICEANCE LLC

Address: 1001 17TH STREET #1600

City: DENVER State: CO Zip: 80202

Status Summary:

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

Findings:

13 Number of Comments

3 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
, Caerus		COGCC.inspections@caerus oilandgas.com	All inspection
Kellerby, Shaun		shaun.kellerby@state.co.us	All Inspections
Peicka, Conor		conor.pesicka@state.co.us	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
281951	WELL	SI	11/01/2017	GW	045-11594	COLOHAN 3-4 (OH4)	PR
281953	WELL	SI	09/01/2017	GW	045-11595	COLOHAN 4-7 (OH4)	SI
281955	WELL	SI	09/01/2017	GW	045-11596	COLOHAN 4-1 (OH4)	SI
281956	WELL	PR	04/15/2006	GW	045-11597	COLOHAN 4-8 (OH4)	PR

General Comment:

Routine FIU General Field Inspection

Location

Lease Road:			
Type	Access		
comment:			
Corrective ActionL		Date:	

Overall Good: ☒

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:	No Battery sign present at this time on location with 911 and nearest access posted.		
Corrective Action:	Install sign to comply with Rule 210.b	Date:	06/04/2019
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-285-2600
970-285-2615 / 970-301-1319

Corrective Action: _____ Date: _____

Overall Good: ☒

Spills:				
Type	Area	Volume		

In Containment: No

Comment: _____

☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Other	# 1		
Comment:	Pump house building		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 4		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 5		
Comment:			
Corrective Action:		Date:	

Type: Bird Protectors	# 1	
Comment:		
Corrective Action:		Date:
Type: Gas Meter Run	# 1	
Comment:		
Corrective Action:		Date:
Type: Pig Station	# 1	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	300 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 Insufficient	Base Sufficient	Inadequate
Comment:	Inadequate berms around tank(s) Holes in secondary tank containment liner.			
Corrective Action:	Repair or install berms or other secondary containment devices per Rule 605.a.(4).			Date: 06/04/2019

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected FacilitiesFacility ID: 281951 Type: WELL API Number: 045-11594 Status: SI Insp. Status: PRFacility ID: 281953 Type: WELL API Number: 045-11595 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: last production shown 8/17

Corrective Action: _____ Date: _____

Facility ID: 281955 Type: WELL API Number: 045-11596 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: last shown production 8/17

Corrective Action: _____ Date: _____

Facility ID: 281956 Type: WELL API Number: 045-11597 Status: PR Insp. Status: PR**Producing Well**Comment: Producing Well

Corrective Action: _____ Date: _____

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Compaction	Pass					
		Compaction	Pass			
		Gravel	Pass			
Berms	Fail					
Gravel	Pass					

Comment: Storm water not being controlled on location at this time.
Erosion put a hole in berm behind separator, causing movement of soil and heavy erosion over side of location

Corrective Action: Install or repair required BMPs per Rule 1002.f.

Date: 06/04/2019

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
<p>COGCC Inspection Report Summary</p> <p>On Friday 05/03/2019 at approximately 0900, I, Inspector Dougo Wentzel, conducted a inspection at Caerus Piceance LLC. Location, Colohan 3-4 or API #045-11594, in Garfield, Colorado.</p> <p>While there, I only observed a on going daily production operation.</p> <p>During this inspection the following compliance issues were observed:</p> <p>No tank battery sign on location at time of inspection. 9See COGCC rule 210b)</p> <p>911 and nearest access are not posted on a tank battery sign, (yes they are posted on the tank labels, but this does not put location or sign in compliance with COGCC rule 210b.)</p> <p>Also I observed holes in the liner in tank containment. (see rule 605a4)</p> <p>Storm water is not being controlled on location at this time, due to a hole has eroded through the containment berm on the west side of location behind the separator. (see rule 1002f)</p> <p>Another observation I witnessed is that there are 3 differnt posted emergency numbers on this location.</p> <p>(Refer to Corrective Action Matrix for comments, corrective actions, and corrective action date). Refer to photograph of observed compliance issue.</p> <p>A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. (if corrective actions are identified).</p> <p>This is a summary of inspection report.</p>	wentzeld	05/03/2019

Attached Documents

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

Document Num	Description	URL
402032642	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4815357
696600040	Inspection 696600039 photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4815344