

**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:

08/22/2019

Submitted Date:

08/22/2019

Document Number:

694900249**FIELD INSPECTION FORM**

Loc ID Inspector Name: On-Site Inspection ☐
 324349 Ramsey, Scott 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:**7 Number of Comments2 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 | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|------------------|-------------|
| 281188 | WELL | PR | 06/06/2006 | GW | 045-11407 | HMU 1-11C (I2SW) | PR |

General Comment:routine inspection

LocationOverall Good: ☒**Signs/Marker:**

| | | | |
|--------------------|---|-------|------------|
| Type | TANK LABELS/PLACARDS | | |
| Comment: | methanol tank missing capacity information and operator see photos. | | |
| Corrective Action: | post appropriate tank information | Date: | 09/23/2019 |

Emergency Contact Number:

| | | | |
|--------------------|-----|-------|--|
| Comment: | 911 | Date: | |
| Corrective Action: | | | |

Good Housekeeping:

| | | | |
|--------------------|---|-------|------------|
| Type | DEBRIS | | |
| Comment: | dead man is pulled out of ground and laying next to tank battery (north side) | | |
| Corrective Action: | Remove debris | Date: | 09/23/2019 |

Overall Good: ☒**Spills:**

| | | | | |
|------|------|--------|--|--|
| Type | Area | Volume | | |
|------|------|--------|--|--|

In Containment: No

Comment:

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

| | | | | |
|-----------------------------------|-----|--|-------|-----------------|
| | | | | corrective 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: | |
| Type: Horizontal Heated Separator | # 1 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type: Plunger Lift | # 1 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |

Tanks and Berms:

| | | | | | | |
|----------|---------|----------|-----------|---------|--------|--|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| METHANOL | 1 | OTHER | STEEL AST | | , | |
| Comment: | unknown | | | | | |

| | | | |
|--------------------|--|-------|--|
| 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: |

| | | | | | |
|--------------------|---|----------|-----------|---------|--------|
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 2 | 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 Sufficient | Base Sufficient | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

| | | | |
|--------------------|----|--|-------|
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Flaring:

| | | | |
|--------------------|--|--|-------|
| Type | | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

| Inspected Facilities | | | | | | | | | |
|----------------------|--------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 281188 | Type: | WELL | API Number: | 045-11407 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | plunger lift | | | | | | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Ditches | | Gravel | | | | |
| Berms | | Ditches | | | | |

Comment: Corrective Action: Date: **Pits:** ☐ NO SURFACE INDICATION OF PIT**COGCC Comments**

| Comment | User | Date |
|---|---------|------------|
| <p>COGCC Inspection Report Summary</p> <p>On Thursday 8/22/19 at approximately 11:30, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus HMU 12SW, at Location # 324349 in Garfield County, Colorado.</p> <p>While there, I observed normal production operations.</p> <p>During this inspection the following possible compliance issues were observed:</p> <p>One dead man anchor next to tank battery.</p> <p>Methanol tank not labeled correctly.</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> | ramseys | 08/22/2019 |

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 402153272 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4917221 |
| 694900260 | 694900249 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4917213 |