

**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:

04/06/2020

Submitted Date:

04/08/2020

Document Number:

696201157**FIELD INSPECTION FORM**Loc ID 439135 Inspector Name: Trujillo, Aaron 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 Comments1 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
, "		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
411841	WELL	WO	04/04/2010	SI	045-18392	696-5C 15	RI
411842	WELL	WO	03/27/2010	SI	045-18393	696-5C 13	RI
411843	WELL	PR	07/24/2010	GW	045-18394	696-5C 11	RI
411844	WELL	SI	01/01/2019	GW	045-18395	696-6A 43	RI
411845	WELL	WO	03/21/2010	SI	045-18396	696-6A 45	RI
439135	LOCATION	AC	01/01/2019		-	696-6A 43	RI

General Comment:

On 4/6/2020, Reclamation Specialist Trujillo conducted an interim reclamation and stormwater inspection at Caerus Piceance LLC's 696A 43 location in Garfield County, Colorado.

It was documented that though wells were drilled in 2010, interim reclamation activities appear to have only recently been conducted.

The following alleged compliance issues were observed during this inspection:
603.f: Storage of unused equipment

Refer to the "Location" and "Reclamation" section of this inspection report for additional details.

Refer to the photo-documentation attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules

LocationOverall Good: ☐

Emergency Contact Number:

Comment: Corrective Action: Date: **Good Housekeeping:**

Type	STORAGE OF SUPL		
Comment:	It was observed in this inspection that Operator appears to be storing rock-socks on the northern corner of the Location. This is considered storage of supplies/equipment and requires removal in accordance with Rule 603.f.		
Corrective Action:	Comply with Rule 603.f	Date:	05/08/2020

Overall Good: ☐**Spills:**

Type	Area	Volume		
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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: <u>411841</u>	Type: <u>WELL</u>	API Number: <u>045-18392</u>	Status: <u>WO</u>	Insp. Status: <u>RI</u>
Facility ID: <u>411842</u>	Type: <u>WELL</u>	API Number: <u>045-18393</u>	Status: <u>WO</u>	Insp. Status: <u>RI</u>
Facility ID: <u>411843</u>	Type: <u>WELL</u>	API Number: <u>045-18394</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>411844</u>	Type: <u>WELL</u>	API Number: <u>045-18395</u>	Status: <u>SI</u>	Insp. Status: <u>RI</u>
Facility ID: <u>411845</u>	Type: <u>WELL</u>	API Number: <u>045-18396</u>	Status: <u>WO</u>	Insp. Status: <u>RI</u>
Facility ID: <u>439135</u>	Type: <u>LOCATION</u>	API Number: <u>-</u>	Status: <u>AC</u>	Insp. Status: <u>RI</u>

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

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? PassProduction areas stabilized ? Pass1003c. Compacted areas have been cross ripped? Pass

1003d. Drilling pit closed? _____

Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? InProduction areas have been stabilized? PassSegregated soils have been replaced? Pass**RESTORATION AND REVEGETATION**Cropland

Top soil replaced _____

Recontoured _____

Perennial forage re-established _____

Non-CroplandTop soil replaced PassRecontoured Pass80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment

Last record of subsequent operations, or last record of first production on the Location appears to be 07/11/2010; Interim reclamation activities should have been conducted by 1/11/2011 in accordance with 1003 Rules.

It was observed in this inspection that interim reclamation activities on areas not reasonably needed for production appear to have been recently conducted; Segregated soils appear to have been replaced over interim areas, and contoured. Hydromulch appears to have been installed over interim areas to stabilize the soils.

Interim reclamation in process. Continue to monitor and manage interim areas for reclamation and stormwater until Location has passed pursuant to 1004 rules.

Corrective Action

Date _____

Overall Interim Reclamation In Process**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: _____

Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____

Pit mouse/rat holes, cellars backfilled _____

Debris removed _____

No disturbance /Location never built _____

Access Roads Regraded _____

Contoured _____

Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____

Locations, facilities, roads, recontoured _____

Compaction alleviation _____

Dust and erosion control _____

Non cropland: Revegetated 80% _____

Cropland: perennial forage _____

Weeds present _____

Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment: _____

Corrective Action: _____

Date _____

Overall Final Reclamation

Well Release on Active Location ☐Multi-Well Location ☐**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Hydro Mulch	Pass					

Comment: _____

Corrective Action: _____

Date: _____

Pits: ☐ NO SURFACE INDICATION OF PIT**Attached Documents**You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
696201158	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5118091