

**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:

05/28/2020

Submitted Date:

05/29/2020

Document Number:

700401712

FIELD INSPECTION FORM

Loc ID 316333 Inspector Name: Moran, Rick On-Site Inspection 2A Doc Num: _____

Status Summary:

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

Operator Information:

OGCC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

Findings:

- 8 Number of Comments
- 2 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 |
|-------------------|--------------|---|--|
| Elsenser, Garrett | 720-880-6340 | cogcc.inspections@caerusoila ndgas.com | All Piceance inspections |
| Kellerby, Shaun | 970-712-1248 | shaun.kellerby@state.co.us | |
| Thompson, Bud | | BLThomps@BLM.gov | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------------------|-------------|
| 265940 | WELL | PR | 06/01/2012 | GW | 103-10272 | FIGURE FOUR UNIT 8016B P09 498 | PR |

General Comment:

On 5-28-2020 inspector Rick Moran conducted a follow up inspection at Figure Four 8016C P09 in Rio Blanco county of FIR document 700400628 dated 3-23-2020.

The following compliance issues are uncompleted:

- 1) 1 Chemical container label illegible. Photo 4. Complete by 8-5-2020.

Additional compliance issues:

- 1) Missing SW deadman maker. Photo 5. Complete by 6-29-2020.

This is a summary of inspection report 700401712.

Location

Overall Good:

| Signs/Marker: | | | |
|----------------------|---|-------|------------|
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | 1 Chemical container label illegible. | | |
| Corrective Action: | Install sign to comply with Rule 210.d. | Date: | 08/05/2020 |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | | |
|----------------------------------|-----|-------|--|
| Emergency Contact Number: | | | |
| Comment: | 911 | | |
| Corrective Action: | | Date: | |

Overall Good:

| Spills: | | | |
|----------------|------|--------|--|
| Type | Area | Volume | |
| | | | |

In Containment: No

Comment:

Multiple Spills and Releases?

| Fencing/: | | | |
|--------------------|--------------|-------|--|
| Type | TANK BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | SEPARATOR | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| Equipment: | | | corrective date |
|-----------------------|-----|-------|-----------------|
| Type: Bird Protectors | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |

| | | |
|--|-----|-------------------------|
| Comment: Equipment building. | | Date: |
| Corrective Action: | | Date: |
| Type: Ancillary equipment | # 1 | |
| Comment: Chemical container. | | Date: |
| Corrective Action: | | Date: |
| Type: Horizontal Heated Separator | # 1 | |
| Comment: | | Date: |
| Corrective Action: | | Date: |
| Type: Deadman # & Marked | # 4 | |
| Comment: Missing SW deadman marker. | | Date: |
| Corrective Action: Install proper guy line markers per Rule 1003.a | | Date: <u>06/29/2020</u> |
| Type: Plunger Lift | # 1 | |
| Comment: | | Date: |
| Corrective Action: | | Date: |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE | 1 | 400 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 | | Adequate |
| Comment: | | Date: | | |
| Corrective Action: | | Date: | | |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| PRODUCED WATER | 2 | 400 BBLs | STEEL AST | | , |
| Comment: | | Date: | | | |
| Corrective Action: | | Date: | | | |

Paint

| | |
|------------------|----------|
| Condition | Adequate |
| Other (Content) | |
| Other (Capacity) | |
| Other (Type) | |

Berms

| | | | | | |
|--------------------|----------|---------------------|---------------------|-------------|--|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Metal | Adequate | Walls Sufficent | | Adequate | |
| Comment: | | | | | |
| Corrective Action: | | | | Date: | |

Venting:

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

Flaring:

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

Inspected Facilities

Facility ID: 265940 Type: WELL API Number: 103-10272 Status: PR Insp. Status: PR

Producing Well

Comment: PR

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 | Pass | | | | | |
| Gradient Terraces | Pass | | | | | |
| Berms | Pass | | | Material Handling And Spill Prevention | 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 |
|--------------|-------------------|---|
| 700401713 | inspection photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5162378 |