

**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:

06/01/2020

Submitted Date:

06/01/2020

Document Number:

699801188

FIELD INSPECTION FORMLoc ID 334083 Inspector Name: De Paolo, Corey 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:

17 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
Kellerby, Shaun		shaun.kellerby@state.co.us	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
279893	WELL	SI	08/01/2019	GW	077-08947	KNOX 14-6 (F14OU)	SI
281934	WELL	SI	08/01/2019	GW	077-08982	KNOX FEDERAL 14-12 (F14OU)	SI
281939	WELL	SI	08/01/2019	GW	077-08983	KNOX 14-7 (F14OU)	SI
281940	WELL	PR	06/05/2006	GW	077-08984	KNOX 14-10 (F14OU)	PR
281941	WELL	PR	06/01/2006	GW	077-08981	KNOX 14-11 (F14OU)	PR

General Comment:**COGCC Inspection Report Summary**

On Monday 6/1/20 at approximately 12:00 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at CAERUS PICEANCE LLC KNOX-68S96W /14SENW, Location #334083 in Mesa County Colorado.

Refer to document #699800814 inspection conducted on 3/30/20. Not all previous corrective actions have been completed.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Tank by pig station not properly labeled. See photo #0874 and #1281 with a previous corrective action date of 5/30/20. Oily fluid in containment by pigging station. See photo #1282 with a corrective action date of 6/15/20.

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

This is a summary of inspection report.

Location			
Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Tank by pig station not properly labeled. See photo #0874 and #1281		
Corrective Action:	All tanks with a capacity of ten (10) barrels or greater shall be labeled with Name of operator, Operator's emergency contact telephone number, Tank capacity and Tank contents. Properly label tank	Date:	05/30/2020
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	911		
Corrective Action:		Date:	
Good Housekeeping:			
Type	OTHER		
Comment:	Oily fluid in containment by pigging station. See photo #1282		
Corrective Action:	Production facilities, shall be kept free of waste material. Remove and dispose of oily fluids from location.	Date:	06/15/2020
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	LOCATION		
Comment:	Barbed wire fence around location		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Livestock panels		

Corrective Action:		Date:	
Equipment:		corrective date	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 5		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 2		
Comment: Chemical tanks by wellheads			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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: Centralized containment					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	1	<50 BBLS	STEEL AST		,
Comment: capacity and contents not labeled					
Corrective Action:				Date:	

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Other	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:	Plastic containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	4	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:	Centralized containment			
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: 279893 Type: WELL API Number: 077-08947 Status: SI Insp. Status: SI

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Last produced July 2019

Corrective Action: _____ Date: _____

Facility ID: 281934 Type: WELL API Number: 077-08982 Status: SI Insp. Status: SI

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Last produced July 2019

Corrective Action: _____ Date: _____

Facility ID: 281939 Type: WELL API Number: 077-08983 Status: SI Insp. Status: SI

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Last produced July 2019

Corrective Action: _____ Date: _____

Facility ID: 281940 Type: WELL API Number: 077-08984 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

Corrective Action: _____ Date: _____

Facility ID: 281941 Type: WELL API Number: 077-08981 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

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
Gravel	Pass					
Sediment Traps	Pass					
		Ditches	Pass			
Ditches	Pass					
Berms	Pass					
		Gravel	Pass			
		Culverts	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
402410746	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5164192
699801189	Photos for Insp. #699801188	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5164189