

**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:

06/04/2020

Submitted Date:

06/10/2020

Document Number:

693200678

FIELD INSPECTION FORMLoc ID _____ Inspector Name: _____ On-Site Inspection ☐
Murray, Richard 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:

5 Number of Comments

1 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
,		rcowden@caerusoilandgas.com	
Arauz, Steven		steven.arauza@state.co.us	West Environmental Protection Specialist
Schlagenhauf, Mark		mark.schlagenhauf@state.co.us	Engineering Integrity Supervisor
,		COGCC.inspections@caerusoilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
476728	SPILL OR RELEASE	AC	06/04/2020		-	A16 water line	EG

General Comment:

Engineering Integrity Inspection performed on June 4, 2020, in response to Initial form 19 release report Doc # 402411518

Inspected Facilities

Facility ID: 476728 Type: SPILL OR API Number: - Status: AC Insp. Status: EG

Flowline

#1	Type: Non-Well Site	1 of Lines
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Flowline Description

Flowline Type: Non-Well Site Size: 3" Material: Carbon Steel
 Variance: No Age: 5-10 Yrs Contents: Produced Water

Integrity Summary

Failures: Internal Corrosion Spills: Yes Repairs Made: No
 Coatings: Yes External H2S: No Cathodic Protection:

Pressure Testing

Witnessed: Test Result: Charted:

COGCC Rules(check all that apply)

☐ 1101. Installation and Reclamation ☒ 1102. Operations, Maintenance, and Repair ☐ 1103. Abandonment

Comment: Operator was pressure testing the produced water flowline coming off the A16 496, which failed pressure test,

Operator placed temporary patches on flowline and tested segment again, and failed 3 more times. Flowline is out of service at this time.

Corrective Action: Provide Root Cause when information becomes available. Via FIRR and email to Western Integrity inspector

Provide flowline annual pressure test data results for previous year. Via FIRR and email to Western Integrity inspector

Provide form 12 or 44 Document numbers showing gathering line is registered with COGCC

Provide a plan forward when decision is made to abandoned, repair or replace flowline. Via FIRR and email to Western Integrity inspector

Date: 07/10/2020

Attached Documents

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

Document Num	Description	URL
402418416	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5171088
693200679	Photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5171087