

**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:

07/08/2020

Submitted Date:

07/10/2020

Document Number:

696201477

FIELD INSPECTION FORM

Loc ID 312482	Inspector Name: Trujillo, Aaron	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED Findings: 7 Number of Comments 1 Number of Corrective Actions <input checked="" type="checkbox"/> Corrective Action Response Requested																								
Operator Information: OGCC Operator Number: 10456 Name of Operator: CAERUS PICEANCE LLC Address: 1001 17TH STREET #1600 City: DENVER State: CO Zip: 80202				ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE																								
Contact Information: <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>Contact Name</th> <th>Phone</th> <th>Email</th> <th>Comment</th> </tr> <tr> <td>, "</td> <td></td> <td>COGCC.inspections@caerus oilandgas.com</td> <td>All Inspections</td> </tr> </table>					Contact Name	Phone	Email	Comment	, "		COGCC.inspections@caerus oilandgas.com	All Inspections																
Contact Name	Phone	Email	Comment																									
, "		COGCC.inspections@caerus oilandgas.com	All Inspections																									
Inspected Facilities: <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>Facility ID</th> <th>Type</th> <th>Status</th> <th>Status Date</th> <th>Well Class</th> <th>API Num</th> <th>Facility Name</th> <th>Insp Status</th> </tr> <tr> <td>221737</td> <td>WELL</td> <td>PA</td> <td>06/25/2008</td> <td>GW</td> <td>077-08339</td> <td>WOOD 3-32</td> <td>RI</td> </tr> <tr> <td>312482</td> <td>LOCATION</td> <td>CL</td> <td></td> <td></td> <td>-</td> <td>WOOD-610S96W 32SESW</td> <td>RI</td> </tr> </table>					Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status	221737	WELL	PA	06/25/2008	GW	077-08339	WOOD 3-32	RI	312482	LOCATION	CL			-	WOOD-610S96W 32SESW	RI
Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status																					
221737	WELL	PA	06/25/2008	GW	077-08339	WOOD 3-32	RI																					
312482	LOCATION	CL			-	WOOD-610S96W 32SESW	RI																					
General Comment: <p>On 7/8/2020, Reclamation Specialist Trujillo conducted a final reclamation and stormwater inspection at Caerus Piceance's Wood 3-32 location in Mesa County, Colorado.</p> <p>This inspection in response to a 1001.c, 502.b reclamation variance request: Operator submitted doc. #402378976 on 4/30/2020 requesting that ~½ mile of access road be left un-reclaimed and that partial contouring of the pad is conducted per the request of the surface owner. This inspection is to identify the current conditions of the location and/or any concerns that may exist, and is part of the detailed technical review process per the "1001.c: Reclamation Variances and Waivers" operator guidance document. Please refer to the guidance document for additional details.</p> <p>Please note: The submission of a variance request does not guarantee approval. The COGCC will provide notice to Operator once an official decision has been made. All portions of the location not included in the variance request remain under COGCC jurisdiction until passing final reclamation. Approval of a variance does not absolve the operator from possible enforcement due to past non-compliance with reclamation rules for the subject location.</p> <p>It was observed in this inspection that reclamation of the pad appears to be progressing, and appears to be near meeting revegetation requirements. Signage remaining on the Location with incorrect Operator information; Signage should either be updated or removed from Location.</p> <p>Refer to the "Location" and "Reclamation" sections of this inspection report for additional details.</p> <p>Refer to the photo-documentation attached to this report.</p> <p>Any corrective action(s) from previous inspections that have not been addressed are still applicable.</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.</p>																												

LocationOverall Good: ☒

Emergency Contact Number:

Comment: It was observed in this inspection that two signs remain on the Location with incorrect Operator information. Signage will need to be removed for final reclamation to be passed and therefore is no longer needed on the Location. If Operator wishes to keep signage on the Location, it will need to be updated with the correct Operator information.

Corrective Action: Update sign information to comply with 210 Rules, or remove from Location pursuant to 1004 rules.

Date: 07/27/2020

Overall Good: ☒**Spills:**

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

In Containment: No

Comment: ☐ Multiple Spills and Releases?**Fencing/:**

Type	LOCATION		
Comment:	Perimeter fence appears to be in proper functioning condition. Once site has achieved reclamation standards and is ready for final passing, fence will need to be removed.		
Corrective Action:		Date:	

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities									
Facility ID:	221737	Type:	WELL	API Number:	077-08339	Status:	PA	Insp. Status:	RI
Facility ID:	312482	Type:	LOCATION	API Number:	-	Status:	CL	Insp. Status:	RI

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? _____ Production areas stabilized ? _____

1003c. Compacted areas have been cross ripped? _____

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? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

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 _____

Corrective Action _____ Date _____

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

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged Pass

Pit mouse/rat holes, cellars backfilled _____

Debris removed Pass

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 Pass

Non cropland: Revegetated 80% In

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: [See "COGCC Comments" for comments regarding final reclamation](#)

Corrective Action: _____ Date _____

Overall Final Reclamation In Process

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

Comment: No stormwater or erosion concerns observed on either the Location or access road. Both appear sufficiently stabilized.

Corrective Action: Date: _____

Pits: ☐ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
<p>Operator submitted a 502.b SOVR to waive reclamation requirements of the oil and gas access road, and to partially contour the pad. Records show well was plugged 6/25/2008. Per 1004 rules, final reclamation activities were required to be completed by 6/25/2009; It is noted that the variance request is being submitted almost 11 years after reclamation was required per rules</p> <p>With exception to the reclamation of the access road and contouring requirements, reclamation of the disturbance areas appears to be progressing towards 1004 standards. Qualitative assesment of the Location suggests uniform desirable vegetation establishment appears to be near, or has met the 80% cover requirements. Transects will be conducted in a followup inspection to confirm. Cheatgrass evident, however no other apparent reclamation issues observed.</p>	trujilloam	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
696201479	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5194465