

FORM
INSPRev
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:

07/17/2020

Submitted Date:

07/20/2020

Document Number:

696201537

FIELD INSPECTION FORM

Loc ID 335999 Inspector Name: Trujillo, Aaron 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:

- 14 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
,		COGCC.inspections@caerus oilandgas.com	All Inspections
Arauzo, Steven		steven.arauza@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
296432	WELL	PR	08/17/2018	SI	045-16022	596-31C 15	RI
296433	WELL	PR	08/01/2018	SI	045-16023	596-31C 17	RI
296434	WELL	PR	08/01/2018	SI	045-16024	596-31C 26	RI
296435	WELL	PR	08/01/2018	SI	045-16025	596-31C 24	RI
296436	WELL	PR	07/10/2010	GW	045-16026	596-31C 13	RI
296437	WELL	PR	08/01/2018	SI	045-16027	596-31C 11	RI
296438	WELL	PR	08/11/2018	SI	045-16028	596-31C 22	RI
296439	WELL	PR	08/03/2018	OW	045-16029	596-31C 28	RI
335999	LOCATION	AC			-	CHEVRON-65S96W 596-31C	RI

General Comment:

On 7/17/2020, Reclamation Specialist Trujillo conducted an interim reclamation inspection on Caerus Piceance's Chevron-65S96W /596-31C Location in Garfield County, Colorado.

It was observed that interim reclamation activities appear to have been conducted on areas not needed for production; Interim reclamation in process.

The following compliance issues were observed during this inspection:
605.d: Loose valve on portable pump resulting in leak

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

Refer to the photo-documentation of the observed compliance issues 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.

Location

Overall Good:

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Overall Good:

Spills:

Type	Area	Volume		

In Containment: No

Comment:

Multiple Spills and Releases?

Equipment:

Type: Other	#	corrective date
	# 1	
Comment:	<p>A small continuous leak was observed from a valve on the portable pump located on the west side of the tank battery; Fluids appear to be produced water. Liner in place beneath pump, however BMP insufficient to contain discharged fluids; Fluids appear to have spilled from the liner onto the pad surface.</p> <p>Valve in the closed position; Inspector attempted to tighten valve during inspection to stop discharge but was unable to stop leak. Inspector called and left message w/ Brett Middleton @ 14:23 hours on 7/17/2020. Inspector received response back via text at 18:32 stating the leak has stopped.</p>	
Corrective Action:	<p>Securely fasten all valves, pipes, and fittings to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 605.d. Clean up spill release and impacted soils per Rule 906.a, and implement BMPs as needed for spill containment/prevention pursuant to Rule 1002.f.</p>	
		Date: <u>08/20/2020</u>

Venting:

Yes/No		
Comment:		
Corrective Action:		Date: _____

Flaring:

Type		
Comment:		
Corrective Action:		Date: _____

Inspected Facilities									
Facility ID:	296432	Type:	WELL	API Number:	045-16022	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				
Facility ID:	296433	Type:	WELL	API Number:	045-16023	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				
Facility ID:	296434	Type:	WELL	API Number:	045-16024	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				
Facility ID:	296435	Type:	WELL	API Number:	045-16025	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				
Facility ID:	296436	Type:	WELL	API Number:	045-16026	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				
Facility ID:	296437	Type:	WELL	API Number:	045-16027	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				
Facility ID:	296438	Type:	WELL	API Number:	045-16028	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				
Facility ID:	296439	Type:	WELL	API Number:	045-16029	Status:	PR	Insp. Status:	RI
Producing Well									
Comment:	PR Well, IR/SW Inspection				Date:				
Corrective Action:					Date:				

Facility ID: 335999 Type: LOCATION API Number: - Status: AC 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? Pass 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? In
 Production areas have been stabilized? Pass Segregated soils have been replaced? Pass

RESTORATION AND REVEGETATION

Cropland

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

Non-Cropland

Top soil replaced Pass Recontoured Pass 80% 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? P

Comment It was observed in this inspection that interim reclamation has been conducted on areas of the location not needed for production. Seeded soils have been stabilized and germination is evident. Interim reclamation in process.

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 <input type="checkbox"/>	Multi-Well Location <input type="checkbox"/>
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Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
				Material Handling And Spill Prevention	Fail	See "equipment"
Berms	Pass					
Ditches	Pass					
Gravel	Pass					
Hydro Mulch	Pass					

Comment: Operator has implemented hydromulch in conjunction with vertical tracking to stabilize the seeded soils in the interim areas. BMPs along the interim areas and perimeter of pad/location appear to be in proper functioning condition at time of inspection.

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
402446658	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5199617
696201538	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5199610