

**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:

07/29/2020

Submitted Date:

08/07/2020

Document Number:

693200710**FIELD INSPECTION FORM**Loc ID 334387 Inspector Name: Murray, Richard On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: 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 Comments0 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@caerusoilandgas.com | All Piceance inspections |
| Schlagenhauf, Mark | | mark.schlagenhauf@state.co.us | Engineering Integrity Supervisor |
| Arauza, Steven | | steven.arauza@state.co.us | West Environmental Protection Specialist |
| Mize-Spansky, Kristine | | kmizespansky@caerusoilandgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------------------|--------|-------------|------------|---------|------------------|-------------|
| 477268 | SPILL OR RELEASE | AC | 07/21/2020 | | - | OF4 Pad Flowline | EG |

General Comment:[Engineering Integrity Inspection performed on July 29, 2020, in response to Supplemental form 19-release report Doc # 402461447](#)[For more information regarding this release, please refer to Supplemental form 19-release report Document #402461447](#)

Inspected FacilitiesFacility ID: 477268 Type: SPILL OR API Number: - Status: AC Insp. Status: EG**Flowline**

| | | |
|----|-----------------|------------|
| #1 | Type: Well Site | 1 of Lines |
|----|-----------------|------------|

Flowline Description

Flowline Type: Well Site Size: 2" Material: Carbon Steel
 Variance: No Age: 10-15 Yrs Contents: Multiphase

Integrity Summary

Failures: Internal Corrosion Spills: Yes Repairs Made: Yes
 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: Release was due to internal corrosion,

Operator states the flowline will be replaced with stainless steel flowline to prevent reoccurring problems

Corrective Action:

Date:

Attached Documents

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

| Document Num | Description | URL |
|--------------|-------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 693200718 | Photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5219635 |