

**FORM
INSP**

Rev
X/20

**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:

02/10/2021

Submitted Date:

02/10/2021

Document Number:

699802581

FIELD INSPECTION FORM

Loc ID 334086 Inspector Name: De Paolo, Corey On-Site Inspection 2A Doc Num: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

OGCC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

Findings:

- 11 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 |
|-----------------|-------|---------------------------------------|---------|
| , Caerus | | COGCC.inspections@caerusoilandgas.com | |
| Kellerby, Shaun | | shaun.kellerby@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 277172 | WELL | PR | 08/31/2007 | GW | 045-10613 | MURRAY 1-24A | PR |
| 285603 | WELL | PR | 08/01/2020 | GW | 045-12522 | MURRAY 1-24B | PR |

General Comment:

[COGCC Inspection Report Summary](#)
On Tuesday 2/9/21 at approximately 15:30 hours, I, Inspector Corey De Paolo, Conducted, an on-site inspection at CAERUS PICEANCE LLC MURRAY-68S96W /1SESW, Location #334086 in Garfield County Colorado.
While there, I observed normal production operations.
During this inspection the following possible compliance issues were observed: Sediment is being transported off of location and on to county road 306 due to tracking and lack of stabilization. See photo #2868, #2869, #2870, and #2871. With a corrective action date of 2/11/21. Location is located in a high priority habitat area. I contacted Caerus at 970-285-2615 and informed them of the 24 hour corrective action date of 2/11/21.

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: | | Date: | |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Signs/Marker: | | | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Emergency Contact Number: | | | |
| Comment: | 911 | | |
| Corrective Action: | | | Date: _____ |
| Good Housekeeping: | | | |
| Type | DEBRIS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |
| Fencing/: | | | |
| Type | SEPARATOR | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | TANK BATTERY | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | LOCATION | | |
| Comment: | Barbed wire fence around location | | |
| Corrective Action: | | Date: | |
| Equipment: | | | |
| Type: | Plunger Lift | # 2 | corrective date |
| Comment: | Wells located on a separate location | | |

| | | | |
|-----------------------------------|-----|-------|--|
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 6 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 8 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE | 4 | OTHER | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | 265 bbl | |
| Other (Type) | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

| | | |
|--------------------|----|-------|
| Yes/No | NO | |
| Comment: | | |
| Corrective Action: | | Date: |

Flaring:

| | |
|--------------------|-------|
| Type | |
| Comment: | |
| Corrective Action: | Date: |

Inspected Facilities

Facility ID: 277172 Type: WELL API Number: 045-10613 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

Corrective Action:

Date:

Facility ID: 285603 Type: WELL API Number: 045-12522 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---|
| Compaction | Fail | | | | | Lack of stabilization |
| | | Other | | | | Tracking occurring from location to county road |
| Gravel | | | | | | |
| Ditches | | | | | | |
| Berms | | | | | | |
| | | Berms | | | | |
| | | Gravel | | | | |
| | | Culverts | | | | |
| | | Ditches | | | | |

Comment: Sediment is being transported off of location and on to county road 306 due to tracking and lack of stabilization. See photo #2868, #2869, #2870, and #2871. Location is located in a high priority habitat area.

Corrective Action: Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations

Date: 02/11/2021

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 |
|--------------|-----------------------------|---|
| 699802582 | Photos for Insp. #699802581 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5349017 |