

**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:

02/04/2021

Submitted Date:

02/04/2021

Document Number:

699802545

FIELD INSPECTION FORM

| | | | | |
|--|------------------------------------|---|-------------------|---|
| Loc ID 417538 | Inspector Name: De Paolo, Corey | 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 |
| Operator Information: OGCC Operator Number: 10456 Name of Operator: CAERUS PICEANCE LLC Address: 1001 17TH STREET #1600 City: DENVER State: CO Zip: 80202 | | | | Findings: 23 Number of Comments 1 Number of Corrective Actions <input checked="" type="checkbox"/> 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 |
|-------------|------|--------|-------------|------------|-----------|--------------------------------|-------------|
| 419112 | WELL | PR | 12/13/2011 | GW | 045-19889 | Daybreak Federal 19-7C (PJ19) | PR |
| 419116 | WELL | PR | 01/10/2012 | GW | 045-19891 | Daybreak Federal 19-3BB (PJ19) | PR |
| 419117 | WELL | PR | 12/05/2011 | GW | 045-19892 | Daybreak Federal 19-6BB (PJ19) | PR |
| 419118 | WELL | PR | 01/10/2012 | GW | 045-19893 | Daybreak Federal 19-6 (PJ19) | PR |
| 419121 | WELL | PR | 01/11/2012 | GW | 045-19894 | Daybreak Federal 19-6D (PJ19) | PR |
| 419123 | WELL | PR | 12/08/2011 | GW | 045-19895 | Daybreak Federal 19-2D (PJ19) | PR |
| 419128 | WELL | PR | 12/24/2011 | GW | 045-19896 | Daybreak Federal 19-2 (PJ19) | PR |
| 419129 | WELL | PR | 12/27/2011 | GW | 045-19897 | Daybreak Fee 19-8BB (PJ19) | PR |
| 419131 | WELL | PR | 12/25/2011 | GW | 045-19898 | Daybreak Fee 19-8D (PJ19) | PR |
| 419133 | WELL | PR | 11/21/2011 | GW | 045-19899 | DAYBREAK FEDERAL 19-5 (PJ-19) | PR |
| 419135 | WELL | PR | 12/14/2011 | GW | 045-19900 | Daybreak Federal 19-6C (PJ19) | PR |
| 419136 | WELL | PR | 12/26/2011 | GW | 045-19901 | Daybreak Federal 19-7 (PJ19) | PR |
| 419137 | WELL | PR | 12/13/2011 | GW | 045-19902 | DAYBREAK FEE 19-8 (PJ19) | PR |
| 419139 | WELL | PR | 12/25/2011 | GW | 045-19903 | Daybreak Federal 19-7BB (PJ19) | PR |

General Comment:

COGCC Inspection Report Summary

On Thursday 2/4/21 at approximately 14:00 hours, I, Inspector Corey De Paolo, Conducted an on-site inspection at CAERUS PICEANCE LLC Daybreak Federal /19-2 (PJ19), Location #417538 in Garfield County Colorado.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Multiple places with flow line exhaust heating insulation open ended and not capped. See photo #2815 and #2816 with a corrective action date of 3/4/21.

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 | L | Date: | |

Overall Good: ☒

| | | | |
|----------------------|----------------------|-------|--|
| Signs/Marker: | | | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Chemical tank | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911

Corrective Action:

Date: _____

Good Housekeeping:

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

Overall Good: ☒

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No

Comment:

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

| | | | |
|--------------------|-----------------------------------|-------|--|
| Type | LOCATION | | |
| Comment: | Barbed wire fence around location | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|-----------------------|-----|--|-----------------|
| Type: Bird Protectors | # 3 | | corrective date |
| Comment: | | | |

| | | | |
|---------------------------------|--|-------|------------------|
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 14 | | |
| Comment: | All meter runs have been calibrated in the last year. | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 14 | | |
| Comment: | Pressure transducers located on all braden heads. All braden head valves are accessible. | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 14 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Summit midstream | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 14 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 1 | | |
| Comment: | Chemical tank by wellhead | | |
| Corrective Action: | | Date: | |
| Type: Emission Control Device | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Other | # 3 | | |
| Comment: | Multiple places with flow line exhaust heating insulation open ended and not capped. See photo #2815 and #2816 | | |
| Corrective Action: | Operators will prevent and minimize adverse impacts to wildlife resources. | | Date: 03/04/2021 |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE | 4 | 300 BBLS | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|------------------|----------|
| Condition | Adequate |
| Other (Content) | |
| Other (Capacity) | |
| 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 | Ignitor/Combustor | |
| Comment: | | |
| Corrective Action: | | Date: |

| Inspected Facilities | | | | | | | | | |
|-----------------------|-----------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 419112 | Type: | WELL | API Number: | 045-19889 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | 419116 | Type: | WELL | API Number: | 045-19891 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | 419117 | Type: | WELL | API Number: | 045-19892 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | 419118 | Type: | WELL | API Number: | 045-19893 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | 419121 | Type: | WELL | API Number: | 045-19894 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | 419123 | Type: | WELL | API Number: | 045-19895 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | 419128 | Type: | WELL | API Number: | 045-19896 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | 419129 | Type: | WELL | API Number: | 045-19897 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |

| | | | | |
|---------------------|------------|-----------------------|------------|------------------|
| Facility ID: 419131 | Type: WELL | API Number: 045-19898 | Status: PR | Insp. Status: PR |
|---------------------|------------|-----------------------|------------|------------------|

Producing Well

Comment: Producing

Corrective Action:

Date:

| | | | | |
|---------------------|------------|-----------------------|------------|------------------|
| Facility ID: 419133 | Type: WELL | API Number: 045-19899 | Status: PR | Insp. Status: PR |
|---------------------|------------|-----------------------|------------|------------------|

Producing Well

Comment: Producing

Corrective Action:

Date:

| | | | | |
|---------------------|------------|-----------------------|------------|------------------|
| Facility ID: 419135 | Type: WELL | API Number: 045-19900 | Status: PR | Insp. Status: PR |
|---------------------|------------|-----------------------|------------|------------------|

Producing Well

Comment: Producing

Corrective Action:

Date:

| | | | | |
|---------------------|------------|-----------------------|------------|------------------|
| Facility ID: 419136 | Type: WELL | API Number: 045-19901 | Status: PR | Insp. Status: PR |
|---------------------|------------|-----------------------|------------|------------------|

Producing Well

Comment: Producing

Corrective Action:

Date:

| | | | | |
|---------------------|------------|-----------------------|------------|------------------|
| Facility ID: 419137 | Type: WELL | API Number: 045-19902 | Status: PR | Insp. Status: PR |
|---------------------|------------|-----------------------|------------|------------------|

Producing Well

Comment: Producing

Corrective Action:

Date:

| | | | | |
|---------------------|------------|-----------------------|------------|------------------|
| Facility ID: 419139 | Type: WELL | API Number: 045-19903 | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Berms | | | | | | |
| | | Ditches | | | | |
| Compaction | | | | | | |
| | | Compaction | | | | |
| | | Culverts | | | | |
| Ditches | | | | | | |
| Gravel | | | | | | |
| | | Berms | | | | |
| | | Gravel | | | | |
| | | Sediment Traps | | | | |

Comment: 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 |
|--------------|-----------------------------|---|
| 402592353 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5345625 |
| 699802546 | Photos for Insp. #699802545 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5345580 |