

**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:

699802547

FIELD INSPECTION FORMLoc ID: 335031 Inspector Name: De Paolo, Corey 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:

21 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@caerus oilandgas.com | |
| Kellerby, Shaun | | shaun.kellerby@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-------------------------|-------------|
| 286629 | WELL | PR | 09/04/2008 | GW | 045-12715 | FEDERAL 19-10 (PI19) | PR |
| 294688 | WELL | PR | 02/26/2008 | GW | 045-15570 | FEDERAL 19-9 (PI-19) | PR |
| 294689 | WELL | PR | 09/21/2008 | GW | 045-15571 | FEDERAL 19-9BB (PI-19) | PR |
| 294690 | WELL | PR | 09/20/2008 | GW | 045-15572 | FEDERAL 19-10BB (PI19) | PR |
| 294691 | WELL | PR | 09/04/2008 | GW | 045-15573 | FEDERAL 20-12BB (PI-19) | PR |
| 294692 | WELL | PR | 09/21/2008 | GW | 045-15574 | FEDERAL 19-15BB(PI-19) | PR |
| 295827 | WELL | PR | 09/20/2008 | GW | 045-15815 | FEDERAL 20-5 (PI19) | PR |
| 295828 | WELL | PR | 09/23/2008 | GW | 045-15814 | FEDERAL 20-13BB (PI19) | PR |
| 295829 | WELL | PR | 09/25/2008 | GW | 045-15813 | FEDERAL 19-16 (PI-19) | PR |

General Comment:**COGCC Inspection Report Summary**

On Thursday 2/4/21 at approximately 14:30 hours, I, Inspector Corey De Paolo,
Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL-67S95W /19NESE,
Location #335031 in Garfield County Colorado.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Flow line exhaust heating insulation open ended and not capped. See photo #2819 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: <input checked="" type="checkbox"/> | | | | |
| Signs/Marker: | | | | |
| Type | WELLHEAD | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Type | TANK LABELS/PLACARDS | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Type | CONTAINERS | | | |
| Comment: | Chemical tank | | | |
| 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 type="checkbox"/> | | | | |
| Spills: | | | | |
| Type | Area | Volume | | |
| In Containment: No | | | | |
| Comment: | | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | | |
| Fencing/: | | | | |
| Type | LOCATION | | | |
| Comment: | Barbed wire fence around location | | | |
| Corrective Action: | | | | Date: |
| Equipment: | | | | |
| Type: Bradenhead | # 9 | | | corrective date |
| Comment: | Pressure transducers located on all braden heads. All braden head valves are accessible. | | | |

| | | | |
|---------------------------------|---|-------|------------------|
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 1 | | |
| Comment: | Chemical tank | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: | Flow line exhaust heating insulation open ended and not capped. See photo #2819 | | |
| Corrective Action: | Operators will prevent and minimize adverse impacts to wildlife resources. | | Date: 03/04/2021 |
| Type: Pig Station | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Summit midstream | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 9 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 9 | | |
| Comment: | All meter runs have been calibrated in the last year. | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 9 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| METHANOL | 1 | 1000 GAL | 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: | Centralized containment | | | |
| Corrective Action: | | | | Date: |

| | | | | | | |
|--------------------|----------|-------------------------|---------------------|-------------|--------|-------|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| CONDENSATE | 5 | 300 BBLs | STEEL AST | | , | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |
| <u>Paint</u> | | | | | | |
| Condition | Adequate | | | | | |
| Other (Content) | | | | | | |
| Other (Capacity) | | | | | | |
| Other (Type) | | | | | | |
| <u>Berms</u> | | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | |
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate | | |
| Comment: | | Centralized containment | | | | |
| Corrective Action: | | | | | | Date: |
| <u>Venting:</u> | | | | | | |
| Yes/No | NO | | | | | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |
| <u>Flaring:</u> | | | | | | |
| Type | | | | | | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |

| Inspected Facilities | | | | | | | | | |
|-----------------------|-----------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 286629 | Type: | WELL | API Number: | 045-12715 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294688 | Type: | WELL | API Number: | 045-15570 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294689 | Type: | WELL | API Number: | 045-15571 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294690 | Type: | WELL | API Number: | 045-15572 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294691 | Type: | WELL | API Number: | 045-15573 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294692 | Type: | WELL | API Number: | 045-15574 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 295827 | Type: | WELL | API Number: | 045-15815 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 295828 | Type: | WELL | API Number: | 045-15814 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |

| | | | | | | | | | |
|--------------|--------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 295829 | Type: | WELL | API Number: | 045-15813 | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Sediment Traps | | | | | | |
| Gravel | | | | | | |
| Compaction | | | | | | |
| Ditches | | | | | | |
| | | Gravel | | | | |
| | | Sediment Traps | | | | |
| | | Berms | | | | |
| Berms | | | | | | |
| | | Culverts | | | | |
| | | Gravel | | | | |

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 |
|--------------|-----------------------------|---|
| 402592355 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5345647 |
| 699802548 | Photos for Insp. #699802547 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5345581 |