

FORM
INSPRev
X/20State of Colorado
Oil and Gas Conservation Commission1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

03/02/2021

Submitted Date:

03/05/2021

Document Number:

699802699

FIELD INSPECTION FORM

 Loc ID 335041 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:

23 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 |
|-------------|------|--------|-------------|------------|-----------|-------------------------------|-------------|
| 295092 | WELL | PR | 08/01/2020 | GW | 045-15645 | FEDERAL HAGEN 15-13BB (PI-16) | PR |
| 295101 | WELL | PR | 10/11/2008 | GW | 045-15647 | FEDERAL 16-9 (PI-16) | PR |
| 295102 | WELL | PR | 10/24/2008 | GW | 045-15648 | FEDERAL 16-9BB (PI-16) | PR |
| 295103 | WELL | PR | 11/01/2019 | GW | 045-15650 | FEDERAL 16-16BB (PI-16) | PR |
| 295104 | WELL | PR | 10/26/2008 | GW | 045-15651 | FEDERAL 16-16 (PI-16) | PR |
| 295105 | WELL | PR | 10/24/2008 | GW | 045-15652 | FEDERAL 15-12BB (PI-16) | PR |
| 295106 | WELL | SI | 04/01/2020 | GW | 045-15653 | FEDERAL 15-12 (PI-16) | SI |

General Comment:[COGCC Inspection Report Summary](#)

On Monday 3/1/21 at approximately 14:30 hours, I, Inspector Corey De Paolo, Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL HAGEN-67S95W /16NESE, Location #335041 in Garfield County Colorado.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Rutting present on location due to lack of stabilization. See photo #3036, #3037 and #3038. No form of tracking control at entrance to location. See photo #3040 with a corrective action date of 3/19/21.

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 | BATTERY | | |
| Comment: | Note there is no battery sign located at the battery. The previous information was posted on the tanks and does not meet the new battery sign requirements of Rule 605 e. | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Wellhead signs located at separators and not wellheads. | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Emergency Contact Number: | | | |
| Comment: | 911 | | |
| Corrective Action: | | | Date: _____ |
| Good Housekeeping: | | | |
| Type | UNUSED EQUIPMENT | | |
| 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 | LOCATION | | |
| Comment: | Barbed wire fence around location | | |
| Corrective Action: | | Date: | |
| Equipment: | | | |
| Type: Gas Meter Run | # 1 | | corrective date |
| Comment: | Summit midstream | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 7 | | |
| Comment: | All wells on plunger lift | | |

| | | | |
|---------------------------------|--|-------|--|
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 7 | | |
| Comment: | Pressure transducers located on all braden heads. All braden head valves are accessible. | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 7 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Emission Control Device | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 7 | | |
| Comment: | All meter runs have been calibrated in the last year. | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 2 | | |
| 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 | 3 | 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: Centralized containment | | | | |
| Corrective Action: | | | | Date: |

Venting:

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

Flaring:

| Type | Ignitor/Combustor | |
|--------------------|-------------------|-------|
| Comment: | | |
| 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 | | | | | | |
| | | Berms | | | | |
| | | Check Dams | | | | |
| | | Gravel | | | | |
| Sediment Traps | | | | | | |
| Ditches | | | | | | |
| Compaction | Fail | | | | | Rutting present on location |
| | | Culverts | | | | |
| Other | Fail | | | | | No form of tracking control |
| Gravel | | | | | | By wellheads |
| | | Sediment Traps | | | | |

Comment: Rutting present on location due to lack of stabilization. See photo #3036, #3037 and #3038. No form of tracking control at entrance to location. See photo #3040.

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

Date: 03/19/2021

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| Refer to Storm water for corrective actions. | depaoloc | 03/05/2021 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 699802707 | Photos for Insp. #699802699 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5368360 |