

**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:

03/09/2021

Submitted Date:

03/09/2021

Document Number:

700702407

**FIELD INSPECTION FORM**

Loc ID 334736 Inspector Name: Ramsey, Scott 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:**

16 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<br>oilandgas.com |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name                            | Insp Status |
|-------------|------|--------|-------------|------------|-----------|--|-------------|
| 291185      | WELL | PR     | 02/29/2008  | GW         | 045-14320 | CHEROKEE MOUNTAIN<br>ESTATES 3-14C (N3E) | PR          |
| 291187      | WELL | PR     | 02/06/2008  | GW         | 045-14319 | CHEROKEE MOUNTAIN<br>ESTATES 3-14D (N3E) | PR          |
| 291191      | WELL | PR     | 03/19/2008  | GW         | 045-14318 | CHEROKEE MOUNTAIN<br>ESTATES 3-14B (N3E) | PR          |
| 292499      | WELL | PR     | 01/31/2008  | GW         | 045-14746 | CHEROKEE MOUNTAIN<br>ESTATES 3-15 (N3E)  | PR          |
| 292501      | WELL | PR     | 02/09/2008  | GW         | 045-14747 | CHEROKEE MOUNTAIN<br>ESTATES 10-3 (N3E)  | PR          |
| 293735      | WELL | PR     | 01/29/2008  | GW         | 045-15124 | CHEROKEE MOUNTAIN<br>ESTATES 3-15A (N3E) | PR          |

**General Comment:****COGCC Inspection Report Summary**

On Tuesday 3/9/2021 at approximately 1200, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus N3E, at Location # 334736 in Garfield county Colorado.

While there, I observed normal production operations. All meters have been calibrated on location within the past year. This location is within a CPW Density/High Priority Habitat and Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

During this inspection the following possible compliance issues were observed:

1. Tank battery signage does not meet requirements of new rule 605.e
2. Well head cellars do not provide egress for wildlife. Rat holes also have access for wildlife to enter. Old broken pallet (debris) is covering on rat hole

Refer to photograph of observed compliance issue.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

| Location   |  |        |  |                  |
|--|--|--------|--|------------------|
| <b>Lease Road:</b>                                     |  |        |  |                  |
| Type   | Access   |        |  |                  |
| comment:   |  |        |  |                  |
| Corrective Action                                      | L  |        |  | Date:            |
| Overall Good: <input checked="" type="checkbox"/>      |  |        |  |                  |
| <b>Signs/Marker:</b>                                   |  |        |  |                  |
| Type   | BATTERY  |        |  |                  |
| Comment:   | Tank battery signage does not meet requirements of new rule 605.e  |        |  |                  |
| 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: _____      |
| <b>Good Housekeeping:</b>                              |  |        |  |                  |
| Type   | OTHER  |        |  |                  |
| Comment:   | Well head cellars do not provide egress for wildlife. Rat holes also have access for wildlife to enter. Old broken pallet (debris) is covering on rat hole |        |  |                  |
| Corrective Action:                                     | Provide egress for wildlife or remove possibility of wildlife to enter   |        |  | Date: 03/30/2021 |
| Overall Good: <input type="checkbox"/>                 |  |        |  |                  |
| <b>Spills:</b>   |  |        |  |                  |
| Type   | Area   | Volume |  |                  |
| In Containment: No                                     |  |        |  |                  |
| Comment:   |  |        |  |                  |
| <input type="checkbox"/> Multiple Spills and Releases? |  |        |  |                  |
| <b>Fencing/:</b>                                       |  |        |  |                  |
| Type   | WELLHEAD   |        |  |                  |
| Comment:   |  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |
| <b>Equipment:</b>                                      |  |        |  |                  |
| Type: Plunger Lift                                     | # 6  |        |  | corrective date  |
| Comment:   |  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |
| Type: Gas Meter Run                                    | # 7  |        |  |                  |
| Comment:   | All meters have been calibrated on location within the past year.  |        |  |                  |

|                                 |   |       |  |
|---------------------------------|---|-------|--|
| Corrective Action:              |   | Date: |  |
| Type: Ancillary equipment       | # 1   |       |  |
| Comment:                        | chemical tank in tank battery containment   |       |  |
| Corrective Action:              |   | Date: |  |
| Type: Bird Protectors           | # 3   |       |  |
| Comment:                        |   |       |  |
| Corrective Action:              |   | Date: |  |
| Type: Bradenhead                | # 6   |       |  |
| Comment:                        | Braden heads have telemetry for monitoring. |       |  |
| Corrective Action:              |   | Date: |  |
| Type: Vertical Heated Separator | # 6   |       |  |
| Comment:                        |   |       |  |
| Corrective Action:              |   | Date: |  |

**Tanks and Berms:**

| Contents           | # | Capacity | Type             | Tank ID | SE GPS |
|--------------------|---|----------|------------------|---------|--------|
| CONDENSATE         | 1 | 500 BBLs | HEATED 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:       |

| 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:           | shared containment with condensate tank |       |  |
| Corrective Action: |   | Date: |  |
| <b>Venting:</b>    |   |       |  |
| Yes/No             | NO                                      |       |  |
| Comment:           |   |       |  |
| Corrective Action: |   | Date: |  |
| <b>Flaring:</b>    |   |       |  |
| Type               |   |       |  |
| Comment:           |   |       |  |
| Corrective Action: |   | Date: |  |

| Inspected Facilities  |           |       |      |             |           |         |    |               |    |
|-----------------------|-----------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID:          | 291185    | Type: | WELL | API Number: | 045-14320 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 291187    | Type: | WELL | API Number: | 045-14319 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 291191    | Type: | WELL | API Number: | 045-14318 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 292499    | Type: | WELL | API Number: | 045-14746 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 292501    | Type: | WELL | API Number: | 045-14747 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 293735    | Type: | WELL | API Number: | 045-15124 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| 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                 |                       |               |                          |                                  |
|                  |                 | Sediment Traps          |                       |               |                          |                                  |
| Ditches          |                 |                         |                       |               |                          |                                  |
|                  |                 | Culverts                |                       |               |                          |                                  |
| Other            |                 |                         |                       |               |                          | rock retaining wall on cut slope |
|                  |                 | Rip Rap                 |                       |               |                          |                                  |

Comment: This location is within a CPW Density/High Priority Habitat and Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

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   |
|--------------|----------------------|---|
| 402623618    | INSPECTION SUBMITTED | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5371825">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5371825</a> |
| 700702410    | photo log            | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5371821">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5371821</a> |