

**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:

03/26/2021

Submitted Date:

03/29/2021

Document Number:

699802829

FIELD INSPECTION FORMLoc ID 312690 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:**

15 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
270370	WELL	SI	09/01/2020	GW	077-08799	ORCHARD 10-10D (J10OU)	PR

General Comment:**COGCC Inspection Report Summary**

On Thursday 3/25/21 at approximately 15:00 hours, I, Inspector Corey De Paolo, Conducted an on-site inspection at CAERUS PICEANCE LLC ORCHARD-68S96W /10NWSE, Location #312690 in Mesa County Colorado.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed:

1) Location lacks stabilization. See photo #3295 and #3296. No form of tracking control at entrance to location. See photo #3297. Gully erosion occurring in ditch on East side of access road. See photo #3303. No velocity checks locate in ditch See photo #3303. Sediment has migrated on to location and is collecting against tank containment. See photo #3300 with a corrective action date of 4/9/21.

- Location is located on the edge of a high priority habitat area.

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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment:	911		
Corrective Action:		Date:	

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:			
Corrective Action:		Date:	

Overall Good: ☒**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?**Equipment:**

Type: Gas Meter Run	# 1		corrective date
Comment:	Summit midstream		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	

Type: Gas Meter Run	# 1	
Comment:	All meter runs have been calibrated in the last year	
Corrective Action:		Date:
Type: Bradenhead	# 1	
Comment:	Pressure transducers located on all braden heads. All braden head valves are accessible.	
Corrective Action:		Date:
Type: Plunger Lift	# 1	
Comment:	Well on plunger lift	
Corrective Action:		Date:
Type: Bird Protectors	# 1	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	500 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		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	270370	Type:	WELL	API Number:	077-08799	Status:	SI	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						
		Sediment Traps				
Gravel						By wellheads
		Check Dams	Fail			No velocity checks
		Ditches	Fail			Gully erosion occurring
Ditches						
		Ditches				
		Berms				
Other	Fail					No form of tracking control
Berms						
		Gravel				
Compaction	Fail					Location lacks stabilization.

Comment: 1) Location lacks stabilization. See photo #3295 and #3296. No form of tracking control at entrance to location. See photo #3297. Gully erosion occurring in ditch on East side of access road. See photo #3303. No velocity checks locate in ditch See photo #3303. Sediment has migrated on to location and is collecting against tank containment. See photo #3300.

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

Date: 04/09/2021

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Refer to Storm water for corrective actions.	depaoloc	03/26/2021

Attached Documents

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

Document Num	Description	URL
699802833	Photos for Insp. #699802829	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5387647