

**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:

03/25/2021

Submitted Date:

03/25/2021

Document Number:

700702478**FIELD INSPECTION FORM**Loc ID 334885 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:**

11 Number of Comments

3 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 |
|-------------|------|--------|-------------|------------|-----------|---------------------|-------------|
| 211352      | WELL | PR     | 11/10/1997  | GW         | 045-07112 | GRAHAM 32-13        | PR          |
| 268782      | WELL | PR     | 10/18/2003  | GW         | 045-09295 | GRAHAM 32-12C (M32) | PR          |
| 268783      | WELL | PR     | 07/01/2018  | GW         | 045-09296 | GRAHAM 32-13D (M32) | PR          |
| 275355      | WELL | SI     | 01/01/2020  | GW         | 045-13526 | GRAHAM 6-8D (M32)   | SI          |

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

On Wednesday 3/24/2021 at approximately 1100, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus M32, at Location # 334885 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 or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO 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. Location and access road show signs of lack of stabilization/compaction
3. Hole in tank containment

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 type="checkbox"/>                 |  |        |  |                  |
| <b>Signs/Marker:</b>                                   |  |        |  |                  |
| Type   | BATTERY  |        |  |                  |
| Comment:   | 1. Tank battery signage does not meet requirements of new rule 605.e |        |  |                  |
| Corrective Action:                                     | Install sign to comply with Rule 605.e.                              |        |  | Date: 05/25/2021 |
| Type   | WELLHEAD   |        |  |                  |
| Comment:   |  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |
| Type   | TANK LABELS/PLACARDS   |        |  |                  |
| Comment:   |  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |
| Type   | CONTAINERS   |        |  |                  |
| Comment:   |  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |
| Emergency Contact Number:                              |  |        |  |                  |
| Comment:   | 911  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date: _____      |
| <b>Good Housekeeping:</b>                              |  |        |  |                  |
| Type   | DEBRIS   |        |  |                  |
| Comment:   |  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |
| Overall Good: <input checked="" type="checkbox"/>      |  |        |  |                  |
| <b>Spills:</b>   |  |        |  |                  |
| Type   | Area   | Volume |  |                  |
| In Containment: No                                     |  |        |  |                  |
| Comment:   |  |        |  |                  |
| <input type="checkbox"/> Multiple Spills and Releases? |  |        |  |                  |
| <b>Equipment:</b>                                      |  |        |  |                  |
| Type: Vertical Heated Separator                        | # 2  |        |  | corrective date  |
| Comment:   |  |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |
| Type: Ancillary equipment                              | # 1  |        |  |                  |
| Comment:   | chemical tank at weel heads in plastic containment                   |        |  |                  |
| Corrective Action:                                     |  |        |  | Date:            |

|                                   |   |       |
|-----------------------------------|---|-------|
| Type: Gas Meter Run               | # 1   |       |
| Comment:                          |   |       |
| Corrective Action:                |   | Date: |
| Type: Bradenhead                  | # 4   |       |
| Comment:                          | Braden heads have telemetry for monitoring. |       |
| Corrective Action:                |   | Date: |
| Type: Bird Protectors             | # 3   |       |
| Comment:                          |   |       |
| Corrective Action:                |   | Date: |
| Type: Horizontal Heated Separator | # 2   |       |
| Comment:                          |   |       |
| Corrective Action:                |   | Date: |
| Type: Plunger Lift                | # 4   |       |
| Comment:                          |   |       |
| Corrective Action:                |   | Date: |

**Tanks and Berms:**

|                    |   |          |           |         |        |
|--------------------|---|----------|-----------|---------|--------|
| Contents           | # | Capacity | Type      | Tank ID | SE GPS |
| CONDENSATE         | 2 | 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 Insufficient  | Base Sufficient     | Inadequate       |
| Comment:           | Hole in tank containment  |                     |                     |                  |
| Corrective Action: | Install liner material to ensure spill or released materials will be maintained with containment structure. |                     |                     | Date: 05/25/2021 |

**Venting:**

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

**Flaring:**

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

**Inspected Facilities**Facility ID: 211352 Type: WELL API Number: 045-07112 Status: PR Insp. Status: PR**Producing Well**Comment: producing

Corrective Action:

Date:

Facility ID: 268782 Type: WELL API Number: 045-09295 Status: PR Insp. Status: PR**Producing Well**Comment: producing

Corrective Action:

Date:

Facility ID: 268783 Type: WELL API Number: 045-09296 Status: PR Insp. Status: PR**Producing Well**Comment: producing

Corrective Action:

Date:

Facility ID: 275355 Type: WELL API Number: 045-13526 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: \_\_\_\_\_

Comment: last produced 1/1/2020

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Compaction       | Fail            | Ditches                 |                       |               |                          |         |
|                  |                 | Culverts                |                       |               |                          |         |
| Berms            |                 | Compaction              | Fail                  |               |                          |         |

Comment: This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat and Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.  
1. Location and access road show signs of lack of stabilization/compaction

Corrective Action: Install or repair required BMPs

Date: 05/25/2021

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   |
|--------------|-------------|---|
| 700702484    | photo log   | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5387856">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5387856</a> |