

**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:

06/16/2021

Submitted Date:

06/16/2021

Document Number:

699803254

FIELD INSPECTION FORMLoc ID 334089 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:**

17 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 |
|-------------|------|--------|-------------|------------|-----------|---------------------------|-------------|
| 275580 | WELL | PR | 08/01/2020 | GW | 045-10348 | DAYBREAK 36-1 (PA36) | PR |
| 275582 | WELL | PR | 08/01/2020 | GW | 045-10350 | DAY BREAK 25-16(PA-36-7-9 | PR |
| 275583 | WELL | PR | 08/01/2020 | GW | 045-10351 | DAY BREAK 25-15 (PA-36-7- | PR |
| 276065 | WELL | PR | 04/12/2006 | GW | 045-10417 | DAYBREAK 25-16BB (PA36) | PR |
| 276068 | WELL | TA | 06/30/2011 | GW | 045-10416 | DAY BREAK 36-2BB | TA |
| 276069 | WELL | PR | 08/01/2020 | GW | 045-10415 | DAY BREAK 36-1BB | PR |

General Comment:**COGCC Inspection Report Summary**

On Tuesday 6/15/21 at approximately 13:30 hours, I, Inspector Corey De Paolo, Conducted, an on-site inspection at CAERUS PICEANCE LLC DAYBREAK-67S96W /36NENE, Location #334089 in Garfield County Colorado.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1) No battery sign located at the tank battery with a corrective action date of 9/15/21.

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

Overall Good: ☒

| | | | |
|----------------------|--|-------|------------|
| Signs/Marker: | | | |
| Type | BATTERY | | |
| Comment: | No battery sign located at the tank battery. | | |
| Corrective Action: | A permanent, conspicuous sign will be located at the tank battery. | Date: | 09/15/2021 |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☒

| | | | | |
|----------------|------|--------|--|--|
| Spills: | | | | |
| Type | Area | Volume | | |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|---------------------------------|---|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Gas Meter Run | # 6 | | |
| Comment: | All meter runs have been calibrated in the last year. | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 6 | | |
| Comment: | Gas lift meters | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 5 | | |
| Comment: | All wells on free flow | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 6 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 1 | | |
| Comment: | Well on free flow no tools | | |

| | | | | | |
|---------------------|------------------|--|--|-------|--|
| Corrective Action: | | | | Date: | |
| Type: Gas Meter Run | # 1 | | | | |
| Comment: | Summit midstream | | | | |
| 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 Sufficent | Base Sufficent | Adequate |
| Comment: | Centralized containment | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE | 4 | 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 Sufficent | Base Sufficent | Adequate |
| Comment: | Centralized containment | | | |
| Corrective Action: | | | | Date: |

Venting:

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

Flaring:

| | |
|----------|--|
| Type | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Ditches | | | | | | |
| Gravel | | | | | | |
| | | Sediment Traps | | | | |
| Berms | | | | | | |
| | | Berms | | | | |
| Sediment Traps | | | | | | |
| | | Compaction | | | | |
| | | Gravel | | | | |
| Compaction | | | | | | |
| | | Ditches | | | | |

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

| Comment | User | Date |
|--|----------|------------|
| Refer to Signs/Markers for corrective actions. | depaoloc | 06/16/2021 |

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 402720311 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5456787 |
| 699803255 | Photos for Insp. #699803254 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5456785 |