

**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:

10/22/2021

Submitted Date:

10/25/2021

Document Number:

699803747

FIELD INSPECTION FORM

Loc ID 334095 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:

- 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 | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------|-------------|
| 259509 | WELL | PR | 10/16/2003 | GW | 045-07734 | S PARACHUTE TBI 36-23 | PR |
| 275947 | WELL | PR | 03/02/2006 | GW | 045-10411 | TBI 36-10 (PG36) | PR |
| 275948 | WELL | PR | 05/01/2012 | GW | 045-10410 | TBI 36-11BB (PG360) | PR |
| 280950 | WELL | PR | 03/15/2006 | GW | 045-11383 | TBI 36-2 (PG36) | PR |

General Comment:

COGCC Inspection Report Summary
On Thursday 10/21/21 at approximately 13:30 hours, I, Inspector Corey De Paolo, Conducted an on-site at CAERUS PICEANCE LLC S PARACHUTE TBI-67S96W /36SWNE, Location #334095 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 12/21/21.
- 2) Horizontal separator includes glycol storage tank. Glycol storage tank is approximately 4'x5'x16' with an approximate capacity of 57 barrels. Glycol storage tank missing required information with a corrective action date of 12/21/21.

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 | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| 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: | 12/21/2021 |
| Type | CONTAINERS | | |
| Comment: | Chemical tank | | |
| 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?

| Fencing/: | | | |
|--------------------|-----------------|-------|--|
| Type | WELLHEAD | | |
| Comment: | Livestock panel | | |
| Corrective Action: | | Date: | |

| Equipment: | | | corrective date |
|-----------------------|--|-------|-----------------|
| Type: Gas Meter Run | # 5 | | |
| Comment: | All meter runs have been calibrated in the last year | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 3 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 2 | | |
| Comment: | Summit midstream | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 5 | | |

| | | |
|--|-----|-------|
| Comment: All wells on plunger lift | | Date: |
| Corrective Action: | | Date: |
| Type: Vertical Heated Separator | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Horizontal Heated Separator | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |

Tanks and Berms:

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

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| METHANOL | 1 | <50 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: | | |

| 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: Separate containment | | | | | |
| Corrective Action: | | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS | |
|--------------------|---|----------|-----------|---------|--------|--|
| METHANOL | 1 | <50 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: Separate containment | | | | | |
| Corrective Action: | | | | | Date: |

Venting:

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

Flaring:

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

| Inspected Facilities | | | | | | | | | |
|-----------------------|------------------|-------|-------------|-------------|------------------|---------|-----------|---------------|-----------|
| Facility ID: | <u>259509</u> | Type: | <u>WELL</u> | API Number: | <u>045-07734</u> | Status: | <u>PR</u> | Insp. Status: | <u>PR</u> |
| Producing Well | | | | | | | | | |
| Comment: | <u>Producing</u> | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | <u>275947</u> | Type: | <u>WELL</u> | API Number: | <u>045-10411</u> | Status: | <u>PR</u> | Insp. Status: | <u>PR</u> |
| Producing Well | | | | | | | | | |
| Comment: | <u>Producing</u> | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | <u>275948</u> | Type: | <u>WELL</u> | API Number: | <u>045-10410</u> | Status: | <u>PR</u> | Insp. Status: | <u>PR</u> |
| Producing Well | | | | | | | | | |
| Comment: | <u>Producing</u> | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| Facility ID: | <u>280950</u> | Type: | <u>WELL</u> | API Number: | <u>045-11383</u> | Status: | <u>PR</u> | Insp. Status: | <u>PR</u> |
| Producing Well | | | | | | | | | |
| Comment: | <u>Producing</u> | | | | | | | | |
| 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 | | | | | | |
| | | Compaction | | | | |
| | | Ditches | | | | |
| Gravel | | | | | | |
| | | Sediment Traps | | | | |
| | | Berms | | | | |
| | | Culverts | | | | |
| | | Gravel | | | | |
| Compaction | | | | | | |
| Berms | | | | | | |
| | | Check Dams | | | | |
| Sediment Traps | | | | | | |

Comment:

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| Refer to Signs/Markers for corrective actions. | depaoloc | 10/25/2021 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 699803748 | Photos for Insp. #699803747 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5564811 |