

**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:

03/29/2022

Submitted Date:

03/30/2022

Document Number:

700704022

FIELD INSPECTION FORMLoc ID 335399 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:

15 Number of Comments

6 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 |
|-------------|------|--------|-------------|------------|-----------|-------------------|-------------|
| 299111 | WELL | PR | 09/30/2009 | GW | 045-17563 | GMR 33-2D1(G33NW) | PR |
| 299149 | WELL | PR | 09/30/2009 | GW | 045-17575 | GMR 34-12B(G33NW) | PR |
| 299150 | WELL | PR | 01/19/2010 | GW | 045-17576 | GMR 33-2D(G33NW) | PR |
| 299151 | WELL | PR | 09/30/2009 | GW | 045-17577 | GMR 33-8(G33NW) | PR |
| 299158 | WELL | PR | 09/30/2009 | GW | 045-17578 | GMR 33-10A(G33NW) | PR |
| 299159 | WELL | PR | 09/26/2009 | GW | 045-17579 | GMU 33-3D1(G33NW) | PR |

General Comment:**COGCC Inspection Report Summary**

On Tuesday 3/29/2022 at approximately 1000, I, Inspector Scott Ramsey, conducted a Follow up inspection at Caerus G33NW, at Location # 335399 in Garfield county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

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, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

During this inspection the following compliance issues were observed:

1. Location shows some signs of lack of stabilization/compaction/degradation.
2. Open ended piping for thawing out dump lines on tanks with exhaust from trucks.
3. Random debris.
4. Valves on tanks missing caps/plugs.
5. Staining in containment.
6. Lack of battery signage

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 | | | | |
|--|--|--------|-------|------------|
| Lease Road: | | | | |
| Type | Access | | | |
| comment: | | | | |
| Corrective Action | L | | Date: | |
| Overall Good: <input type="checkbox"/> | | | | |
| Signs/Marker: | | | | |
| Type | OTHER | | | |
| Comment: | Separator units include attached storage tanks. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank. | | | |
| Corrective Action: | | | Date: | |
| Type | BATTERY | | | |
| Comment: | Lack of battery signage | | | |
| Corrective Action: | Install proper signage | | Date: | 05/06/2022 |
| Type | WELLHEAD | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type | TANK LABELS/PLACARDS | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Emergency Contact Number: | | | | |
| Comment: | 911 | | | |
| Corrective Action: | | | Date: | |
| Good Housekeeping: | | | | |
| Type | OTHER | | | |
| Comment: | Valves on tanks missing caps/plugs. | | | |
| Corrective Action: | Install cap/bull plug | | Date: | 05/06/2022 |
| Type | DEBRIS | | | |
| Comment: | Random debris. | | | |
| Corrective Action: | Remove debris | | Date: | 04/08/2022 |
| Type | OTHER | | | |
| Comment: | Open ended piping for thawing out dump lines on tanks with exhaust from trucks. | | | |
| Corrective Action: | Eliminate possibility of wildlife to enter open lines for thawing out dump lines with exhaust from trucks. | | Date: | 04/08/2022 |
| Type | OTHER | | | |
| Comment: | Staining in containment. | | | |
| Corrective Action: | Remove stained material | | Date: | 05/06/2022 |
| Overall Good: <input type="checkbox"/> | | | | |
| Spills: | | | | |
| Type | Area | Volume | | |

In Containment: No

Comment: ☐ Multiple Spills and Releases?

| Equipment: | | | corrective date |
|-----------------------------------|-----|-------|-----------------|
| Type: Bird Protectors | # 5 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 6 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Emission Control Device | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 6 | | |
| Comment: | | | |
| 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 Sufficient | Base Sufficient | Adequate | |
| Comment: | | | | | |
| Corrective Action: | | | | | |
| Date: | | | | | |
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 2 | 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) |
| Metal | Adequate | Walls Sufficient | Base Sufficient |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Venting: | | | |
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Flaring: | | | |
| Type | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| Inspected Facilities | | | | | | |
|-----------------------|-----------|-------|------|-----------------------|------------|------------------|
| Facility ID: | 299111 | Type: | WELL | API Number: 045-17563 | Status: PR | Insp. Status: PR |
| Producing Well | | | | | | |
| Comment: | Producing | | | | | |
| Corrective Action: | | | | | | Date: |
| Facility ID: | 299149 | Type: | WELL | API Number: 045-17575 | Status: PR | Insp. Status: PR |
| Producing Well | | | | | | |
| Comment: | Producing | | | | | |
| Corrective Action: | | | | | | Date: |
| Facility ID: | 299150 | Type: | WELL | API Number: 045-17576 | Status: PR | Insp. Status: PR |
| Producing Well | | | | | | |
| Comment: | Producing | | | | | |
| Corrective Action: | | | | | | Date: |
| Facility ID: | 299151 | Type: | WELL | API Number: 045-17577 | Status: PR | Insp. Status: PR |
| Producing Well | | | | | | |
| Comment: | Producing | | | | | |
| Corrective Action: | | | | | | Date: |
| Facility ID: | 299158 | Type: | WELL | API Number: 045-17578 | Status: PR | Insp. Status: PR |
| Producing Well | | | | | | |
| Comment: | Producing | | | | | |
| Corrective Action: | | | | | | Date: |
| Facility ID: | 299159 | Type: | WELL | API Number: 045-17579 | Status: PR | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Compaction | Fail | | | | | |

Comment: [1. Location shows some signs of lack of stabilization/compaction/degradation.](#)

Corrective Action: [Install or repair required BMPs](#)

Date: 05/06/2022

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 |
|--------------|-------------|---|
| 700704026 | Photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5709840 |