

**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:

04/29/2022

Submitted Date:

04/29/2022

Document Number:

699804435**FIELD INSPECTION FORM**Loc ID 334070 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:**

13 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<br>oilandgas.com |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name               | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------------|-------------|
| 259510      | WELL | PR     | 08/01/2021  | GW         | 045-07735 | S PARACHUTE TBI 36-22       | PR          |
| 275598      | WELL | PR     | 05/30/2005  | GW         | 045-10359 | TBI FEDERAL 36-4 (PF 36-7-9 | PR          |
| 275599      | WELL | PR     | 11/01/2018  | GW         | 045-10360 | TBI FEDERAL 36-5 PF36-7-96  | PR          |
| 275601      | WELL | PR     | 08/01/2021  | GW         | 045-10362 | TBI FEDERAL 36-12C (PF36-7  | PR          |

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

On Wednesday 4/26/22 at approximately 14:30 hours, I, Inspector Corey De Paolo,  
Conducted a follow up inspection at CAERUS PICEANCE LLC S PARACHUTE TBI-67S96W /36SENW.

Location #334070 in Garfield County Colorado.

Refer to document #699803890 inspection conducted on 12/20/21. All previous corrective actions have been completed.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1) Unused equipment in tank containment with a corrective action date of 5/4/22.

- Location is located in 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**Overall Good: ☒

|                      |  |       |  |
|----------------------|--|-------|--|
| <b>Signs/Marker:</b> |  |       |  |
| Type                 | WELLHEAD   |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | TANK LABELS/PLACARDS   |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | OTHER  |       |  |
| Comment:             | Separator units include an attached storage tank. The storage tank is approximately 2'x3'x14' with an approximate capacity of 15 bbl. 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:             |  |       |  |
| Corrective Action:   |  | Date: |  |

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: \_\_\_\_\_

**Good Housekeeping:**

|                    |   |       |            |
|--------------------|---|-------|------------|
| Type               | STORAGE OF SUPL   |       |            |
| Comment:           | Unused equipment in tank containment.                                     |       |            |
| Corrective Action: | The storage of equipment not necessary for use on location is prohibited. | Date: | 05/04/2022 |

Overall Good: ☐

|                |      |        |  |
|----------------|------|--------|--|
| <b>Spills:</b> |      |        |  |
| Type           | Area | Volume |  |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

|                       |                           |       |                 |
|-----------------------|---------------------------|-------|-----------------|
| <b>Equipment:</b>     |                           |       | corrective date |
| Type: Gas Meter Run   | # 4                       |       |                 |
| Comment:              |                           |       |                 |
| Corrective Action:    |                           | Date: |                 |
| Type: Plunger Lift    | # 4                       |       |                 |
| Comment:              | All wells on plunger lift |       |                 |
| Corrective Action:    |                           | Date: |                 |
| Type: Bird Protectors | # 2                       |       |                 |
| Comment:              |                           |       |                 |
| Corrective Action:    |                           | Date: |                 |

|                                   |   |       |
|-----------------------------------|---|-------|
| Type: Horizontal Heated Separator | # 4   |       |
| Comment:                          |   |       |
| Corrective Action:                |   | Date: |
| Type: Bradenhead                  | # 4   |       |
| Comment:                          | Pressure transducer located on braden head. All braden head valves are accessible |       |
| Corrective Action:                |   | Date: |
| Type: Gas Meter Run               | # 1   |       |
| Comment:                          | Summit midstream  |       |
| 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 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:          | 259510    | Type: | WELL | API Number: | 045-07735 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | Producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
|                       |           |       |      |             |           |         |    |               |    |
| Facility ID:          | 275598    | Type: | WELL | API Number: | 045-10359 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | Producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
|                       |           |       |      |             |           |         |    |               |    |
| Facility ID:          | 275599    | Type: | WELL | API Number: | 045-10360 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| Comment:              | Producing |       |      |             |           |         |    |               |    |
| Corrective Action:    |           |       |      |             |           | Date:   |    |               |    |
|                       |           |       |      |             |           |         |    |               |    |
| Facility ID:          | 275601    | Type: | WELL | API Number: | 045-10362 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |           |       |      |             |           |         |    |               |    |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Berms            |                 |                         |                       |               |                          |         |
|                  |                 | Check Dams              |                       |               |                          |         |
| Sediment Traps   |                 |                         |                       |               |                          |         |
| Ditches          |                 |                         |                       |               |                          |         |
|                  |                 | Sediment Traps          |                       |               |                          |         |
|                  |                 | Culverts                |                       |               |                          |         |
| Gravel           |                 |                         |                       |               |                          |         |
|                  |                 | Berms                   |                       |               |                          |         |
|                  |                 | Gravel                  |                       |               |                          |         |
|                  |                 | Ditches                 |                       |               |                          |         |
| Compaction       |                 |                         |                       |               |                          |         |

Comment: Location appears to have some gravel throughout the location with light compaction. Places with light to no gravel are present on location. Light gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action:

Date: \_\_\_\_\_

**Pits:** ☒ NO SURFACE INDICATION OF PIT

**COGCC Comments**

| Comment                                      | User     | Date       |
|--|----------|------------|
| Refer to housekeeping for corrective actions | depaoloc | 04/29/2022 |

**Attached Documents**

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

| Document Num | Description                 | URL   |
|--------------|-----------------------------|---|
| 403033171    | INSPECTION SUBMITTED        | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5739801">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5739801</a> |
| 699804436    | Photos for Insp. #699804435 | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5739790">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5739790</a> |