

**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:

07/01/2022

Submitted Date:

07/05/2022

Document Number:

696203816**FIELD INSPECTION FORM**Loc ID 334752 Inspector Name: Trujillo, Aaron On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**

- ☒ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:5 Number of Comments3 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
, "		COGCC.inspections@caerus oilandgas.com	All Inspections
Arauza, Steven		steven.arauza@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
334752	LOCATION	AC			-	FEDERAL-67S95W 30NWNW	RI

General Comment:

On 7/1/2022, Reclamation Specialist conducted an inspection at Caerus Piceance LLC's FEDERAL-67S95W /30NWNW Location in Garfield County, Colorado.

This inspection is a follow-up to #696203608 to document compliance with the following corrective action

- Missing or insufficient BMPs to minimize erosion, degradation.
- Leak at the tank battery
- Stained soils

This inspection is also a follow-up to Resolution #403051518 stating CA was completed.

It was observed in this inspection that the Location remains out of compliance with COGCC Rules and Corrective actions.

Refer to the "Location", "Reclamation" and "stormwater" section of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

A follow up inspection on this site will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules

LocationOverall Good: ☐

Emergency Contact Number:

Comment: Corrective Action: Date: Overall Good: ☐**Spills:**

Type	Area	Volume		
Produced Water	Tank			
Comment:	Fluids observed leaking from the bull plug on the west side, of the southwestern produced water tank.			
Corrective Action:	Clean and properly dispose fluids within containment in accordance with 905 rules.			Date: 08/01/2022
Produced Water	Tank			
Comment:	Inspection #696203608 observed fluids leaking from the plug on the west side, of the southwestern produced water tank. Inspection required Operator to securely fasten all valves, pipes, fittings, and Production Facilities to ensure good mechanical condition. Operator submitted FIRR #403051518 stating "Route Pumper Tightened Valve stopping leak". It was observed in this inspection that fluids have continued to leak from the same bull plug and tank; corrosion evident at plug. Inspector contacted Operator via the emergency phone number, and provided notice of spill at 10:09 hours.			
Corrective Action:	Operator either failed to either stop the original spill, or ensure that the tank remained in good mechanical condition to prevent the spill from recurring- Original CA and date remains applicable. Securely fasten all valves, pipes, fittings, and Production Facilities to ensure good mechanical condition			Date: 05/04/2022

In Containment: Yes ☐Comment: ☐ Multiple Spills and Releases?**Venting:**

Yes/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

Comment: Inspection #696203608 observed that control measures to minimize erosion and degradation are missing or insufficient at the cut slopes on the south end of the Location. Inspection required Operator to comply with Rule 1002.f.

It was observed in this inspection that Operator has placed additional soil to repair erosion, however control measures to minimize erosion and degradation remain missing; soils loose; slopes remain bare/exposed and at risk to wind and water erosion.

Corrective Action: **Install or repair required BMPs and maintain per Rule 1002.f.(2)C**

Date: 05/10/2022

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
403096552	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5795291
696203817	Spill at tank	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5795280
696203818	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5795281