

**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:

01/25/2023

Submitted Date:

01/26/2023

Document Number:

696204600

**FIELD INSPECTION FORM**Loc ID 335781 Inspector Name: Trujillo, Aaron 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

3 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<br>oilandgas.com | <a href="#">All Inspections</a> |

**Inspected Facilities:**

| Facility ID | Type     | Status | Status Date | Well Class | API Num | Facility Name      | Insp Status |
|-------------|----------|--------|-------------|------------|---------|--------------------|-------------|
| 335781      | LOCATION | AC     |             |            | -       | Parachute Creek 5A | RI          |

**General Comment:**

On 1/25/2022, Reclamation Specialist Trujillo inspected Caerus Piceance LLC's Parachute Creek 5A location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Signage missing at battery
- Stormwater; working pad lacks stabilization
- Fence in disrepair

Refer to the "Location", "Reclamation" and "stormwater" sections 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.

**Location**Overall Good: ☐

|                      |   |       |            |
|----------------------|---|-------|------------|
| <b>Signs/Marker:</b> |   |       |            |
| Type                 | TANK LABELS/PLACARDS  |       |            |
| Comment:             |   |       |            |
| Corrective Action:   |   | Date: |            |
| Type                 | BATTERY   |       |            |
| Comment:             | Tank Battery signage not posted, or not conspicuous   |       |            |
| Corrective Action:   | Comply with Rule 605.e  | Date: | 02/26/2023 |
| Type                 | WELLHEAD  |       |            |
| Comment:             | Labels at many well signs on the west end of the Location are beginning to peel off- Maintenance advised. |       |            |
| Corrective Action:   |   | Date: |            |

Emergency Contact Number:

Comment: 1-866-580-9382/911

Corrective Action:

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

Overall Good: ☐

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

In Containment: No

Comment:

☐ Multiple Spills and Releases?

|                    |   |       |            |
|--------------------|---|-------|------------|
| <b>Fencing/:</b>   |   |       |            |
| Type               | WELLHEAD  |       |            |
| Comment:           | Livestock panels  |       |            |
| Corrective Action: |   | Date: |            |
| Type               | SEPARATOR   |       |            |
| Comment:           | Barbed wire fence at separator equipment observed to be in disrepair. |       |            |
| Corrective Action: | Maintain fence  | Date: | 02/02/2023 |
| Type               | TANK BATTERY  |       |            |
| Comment:           | Livestock panels / barbed wire combination                            |       |            |
| Corrective Action: |   | Date: |            |

**Tanks and Berms:**

| Contents           | # | Capacity | Type      | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE         | 2 | 400 BBLS | STEEL AST |         | ,      |
| Comment:           |   |          |           |         |        |
| Corrective Action: |   |          |           |         | Date:  |

**Paint**

|                 |  |
|-----------------|--|
| Condition       |  |
| Other (Content) |  |

|   |          |                     |                     |             |        |       |
|---|----------|---------------------|---------------------|-------------|--------|-------|
| Other (Capacity)  |          |                     |                     |             |        |       |
| Other (Type)  |          |                     |                     |             |        |       |
| <b>Berms</b>  |          |                     |                     |             |        |       |
| Type  | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |        |       |
| Metal   | Adequate | Walls Sufficient    | Base Sufficient     | Adequate    |        |       |
| Comment: Shares containment with four 400 bbl produced water tanks. |          |                     |                     |             |        |       |
| Corrective Action:  |          |                     |                     |             |        | Date: |
| Contents  | #        | Capacity            | Type                | Tank ID     | SE GPS |       |
| PRODUCED WATER  | 4        | 400 BBLS            | STEEL AST           |             | ,      |       |
| Comment:  |          |                     |                     |             |        |       |
| Corrective Action:  |          |                     |                     |             |        | Date: |
| <b>Paint</b>  |          |                     |                     |             |        |       |
| Condition   |          |                     |                     |             |        |       |
| Other (Content)   |          |                     |                     |             |        |       |
| Other (Capacity)  |          |                     |                     |             |        |       |
| Other (Type)  |          |                     |                     |             |        |       |
| <b>Berms</b>  |          |                     |                     |             |        |       |
| Type  | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |        |       |
| Metal   | Adequate | Walls Sufficient    | Base Sufficient     | Adequate    |        |       |
| Comment: Shares containment with two 400 bbl condensate tanks.      |          |                     |                     |             |        |       |
| Corrective Action:  |          |                     |                     |             |        | Date: |
| <b>Venting:</b>   |          |                     |                     |             |        |       |
| Yes/No  |          |                     |                     |             |        |       |
| Comment:  |          |                     |                     |             |        |       |
| Corrective Action:  |          |                     |                     |             |        | Date: |
| <b>Flaring:</b>   |          |                     |                     |             |        |       |
| Type  |          |                     |                     |             |        |       |
| Comment:  |          |                     |                     |             |        |       |
| Corrective Action:  |          |                     |                     |             |        | Date: |



**Reclamation - Storm Water - Pit****Interim Reclamation:**

Date Interim Reclamation Started: \_\_\_\_\_

Date Interim Reclamation Completed: \_\_\_\_\_

Land Use: OTHER, RANGELAND

Comment: \_\_\_\_\_

**1002 SITE PREPARATION AND STABILIZATION**

1002a. FENCING \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1002b. SOIL REMOVAL AND SEGREGATION \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1002c. PROTECTION OF SOILS \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1002E. SURFACE DISTURBANCE MINIMIZATION \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1003a. Waste and Debris removed? Pass

Comment

No waste or debris observed on the production and interim areas of the Location.

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Unused or unneeded equipment onsite? Pass

Comment

No unused or unneeded equipment observed on the production and interim areas of the Location.

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Pit, cellars, rat holes and other bores closed? \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Guy line anchors marked? \_\_\_\_\_

Comment

Anchor markers evident. Unable to observe anchors due to snow cover

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1003b. Area no longer in use? \_\_\_\_\_ Production areas stabilized ? \_\_\_\_\_

1003c. Compacted areas have been cross ripped? \_\_\_\_\_

1003d. Drilling pit closed? \_\_\_\_\_ Subsidence over on drill pit? \_\_\_\_\_

Cuttings management: \_\_\_\_\_

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? \_\_\_\_\_

Production areas have been stabilized? \_\_\_\_\_ Segregated soils have been replaced? \_\_\_\_\_

**RESTORATION AND REVEGETATION**Cropland

Top soil replaced \_\_\_\_\_ Recontoured \_\_\_\_\_ Perennial forage re-established \_\_\_\_\_

Non-Cropland

Top soil replaced \_\_\_\_\_ Recontoured \_\_\_\_\_ 80% Revegetation \_\_\_\_\_

## 1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% \_\_\_\_\_

TRANSECT RESULTS OF REFERENCE AREA% \_\_\_\_\_

TOTAL % OF DESIRABLE VEGETATION COVER \_\_\_\_\_

VEGETATIVE COVER \_\_\_\_\_

1003 f. Weeds Noxious weeds? \_\_\_\_\_

Comment Limited visibility Reclamation inspection due to winter conditions; no immediate reclamation concerns identified. Noxious weeds not apparent at time of inspection, A followup inspection will be conducted in the future growing season to determine compliance with 1003 rules.

Corrective Action \_\_\_\_\_ Date \_\_\_\_\_

**Overall Interim Reclamation****Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: \_\_\_\_\_ Date Final Reclamation Completed: \_\_\_\_\_

Final Land Use: OTHER, RANGELAND \_\_\_\_\_

Reminder: \_\_\_\_\_

Comment: \_\_\_\_\_

Well plugged \_\_\_\_\_ Pit mouse/rat holes, cellars backfilled \_\_\_\_\_

Debris removed \_\_\_\_\_ No disturbance /Location never built \_\_\_\_\_

Access Roads \_\_\_\_\_ Regraded \_\_\_\_\_ Contoured \_\_\_\_\_ Culverts removed \_\_\_\_\_

Gravel removed \_\_\_\_\_

Location and associated production facilities reclaimed \_\_\_\_\_ Locations, facilities, roads, recontoured \_\_\_\_\_

Compaction alleviation \_\_\_\_\_ Dust and erosion control \_\_\_\_\_

Non cropland: Revegetated 80% \_\_\_\_\_ Cropland: perennial forage \_\_\_\_\_

Weeds present \_\_\_\_\_ Subsidence \_\_\_\_\_

## 1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% \_\_\_\_\_

TRANSECT RESULTS OF REFERENCE AREA% \_\_\_\_\_

TOTAL % OF DESIRABLE VEGETATION COVER \_\_\_\_\_

VEGETATIVE COVER \_\_\_\_\_

Comment: \_\_\_\_\_

Corrective Action: \_\_\_\_\_ Date \_\_\_\_\_

|                           |  |  |
|---------------------------|--|--|
| Overall Final Reclamation | Well Release on Active Location <input type="checkbox"/> | Multi-Well Location <input type="checkbox"/> |
|---------------------------|--|--|

**Storm Water:**

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
|                  |                 |                         |                       |               |                          |         |

Comment: It was observed in this inspection that BMPs to stabilize the working pad, and to minimize degradation, tracking and off-site sediment transport are missing or insufficient.

Corrective Action: Install or maintain BMPs per good engineering practices, in accordance with Rule 1002.f

Date: 01/28/2023

**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   |
|--------------|-------------------|---|
| 696204601    | Inspection Photos | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5998765">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5998765</a> |