

**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:

696204591

FIELD INSPECTION FORMLoc ID 414231 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:**

13 Number of Comments

2 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
Garrison, Penny		penny.garrison@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
414194	WELL	EP	08/14/2021	LO	045-18800	NPR O04 12B-3-696	RI
414200	WELL	EP	08/14/2021	LO	045-18802	NPR O04 12D-3-696	RI
414220	WELL	EP	08/14/2021	LO	045-18819	NPR O04 15D-3-696	RI

General Comment:

On 1/25/2022, Reclamation Specialist Trujillo inspected Caerus Piceance's NPR O04-696 Pad location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Plugging/Reclamation of Conductors
- Battery Signage

It was also observed that the Form 2 Permits for the NPR O04 12B-3-696 (doc. no. 401920530), NPR O04 12D-3-696, (doc. no. 401920859), and the NPR O04 15D-3-696 (doc. no. 401922233) wells expired 8/14/2021.

-A Form 4 Sundry notice will be needed to request abandonment of permits- COGCC Permitting group included on report for notification purposes.

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

LocationOverall Good: ☐**Signs/Marker:**

Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Location entrance		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:	Permanent signage not installed at the tank battery facility.		
Corrective Action:	Comply with 605.e	Date:	02/26/2023

Emergency Contact Number:

Comment:	1-800-791-7691/911	
Corrective Action:		Date: _____

Overall Good: ☒**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?**Fencing/:**

Type	LOCATION		
Comment:	Barbed wire		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	OTHER	STEEL AST		,
Comment:	250 bbl				
Corrective Action:				Date:	

Paint

Condition	
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficent	Base Sufficent	Adequate	
Comment:					
Corrective Action:				Date:	

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	<u>414194</u>	Type:	<u>WELL</u>	API Number:	<u>045-18800</u>	Status:	<u>EP</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>414200</u>	Type:	<u>WELL</u>	API Number:	<u>045-18802</u>	Status:	<u>EP</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>414220</u>	Type:	<u>WELL</u>	API Number:	<u>045-18819</u>	Status:	<u>EP</u>	Insp. Status:	<u>RI</u>

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

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND _____

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.

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? Pass

Comment

No unused or unneeded equipment observed.

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? In

Comment

Limited visibility due to snow cover, however pits on east end of the Location appear to have been closed and reclaimed. Followup inspection required once snow clears.

Corrective Action _____

Date _____

Guy line anchors marked? In

Comment

Limited visibility due to snow cover, however neither anchors, or required markers were observed. Followup inspection required once snow clears.

Corrective Action _____

Date _____

1003b. Area no longer in use? _____ In _____	Production areas stabilized ? _____
1003c. Compacted areas have been cross ripped? _____	
1003d. Drilling pit closed? _____ In _____	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	
<u>Cropland</u>	
Top soil replaced _____	Recontoured _____ Perennial forage re-established _____
<u>Non-Cropland</u>	
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. Areas of the Location not reasonably needed for production operations appear to have been reduced and reclaimed. A followup inspection will be conducted in the future growing season to determine compliance with 1003 rules; continue to monitor/manage interim areas until site receives a passing final reclamation inspection.
Corrective Action	
Date _____	
Overall Interim Reclamation In Process	
<u>Final Reclamation/ Abandoned Location:</u>	
Date Final Reclamation Started: _____	Date Final Reclamation Completed: _____
Final Land Use: RANGELAND _____	
Reminder: _____	
Comment: <div style="border: 1px solid black; height: 20px;"></div>	
Well plugged _____	Pit mouse/rat holes, cellars backfilled Fail _____
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: _____	

Three (3) conductors and cellars observed on the Location; conductors appear to be associated with expired permits for the NPR O04 12B-3-696 (045-18800), NPR O04 12D-3-696, (045-18802), and the NPR O04 15D-3-696 (045-18819) wells; well permits expired 8/14/2021. All other permitted wells on Location have either been drilled or abandoned.

Conductors require plugging and reclamation.

Corrective Action: **Comply with Rule 406.e.(4)**

Date **03/26/2023**

Overall Final Reclamation

Fail

Well Release on Active Location ☐

Multi-Well Location ☐

Attached Documents

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

Document Num	Description	URL
403302854	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5998005
403303164	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5998306