

**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:

03/13/2023

Submitted Date:

03/16/2023

Document Number:

702500997

FIELD INSPECTION FORMLoc ID 316151 Inspector Name: Burchett, Kirby 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:**

20 Number of Comments

8 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
Kellerby, Shaun	(970) 712-1248	shaun.kellerby@state.co.us	
, Caerus	(970) 285-2600	COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
232244	WELL	PR	01/01/2022	GW	103-09915	LOVE RANCH FEE 1	PR

General Comment:**COGCC Inspection Report Summary**

On Monday, 03/13/2023, Inspector Kirby Burchett, conducted a routine field inspection at Caerus Piceance LLC on the Love Ranch Fee #1, Location #316151, in Rio Blanco County, Colorado.
This location is within or in close proximity to a Parks and Wildlife (CPW) District Wildlife Management Plan with Black Bear, High Priority, NSO, and Density Habitats.

Any Corrective Actions from previous Inspections are still applicable.

While there, observing normal operations the following compliance issues were found:

1. Random debris.
2. Storage container.
3. Catch can full of liquid.
4. Equipment not in service.
5. Tank battery out of service.
6. Stormwater BMPs lacking maintenance.

Refer to attached photographs for Corrective Action.

Tank batteries at each end of location. North tank battery out of service. South tank battery is separate inspection. Loc ID #446952.

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

LocationOverall Good: ☐

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911 / (970) 285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	STORAGE OF SUPL		
Comment:	Storage container on location		
Corrective Action:	Storage container needs to be removed from location. The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.	Date:	04/03/2023
Type	DEBRIS		
Comment:	Random debris scattered around location		
Corrective Action:	All trash, rubbish, and other waste material will be properly contained until removed from the Oil and Gas Location. At no time will trash, debris, or rubbish be placed or remain on the ground.	Date:	03/27/2023
Type	UNUSED EQUIPMENT		
Comment:	Meter run building not in service		
Corrective Action:	Remove unused equipment. The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.	Date:	04/03/2023

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	OTHER		
Comment:	Pipe barriers around 2 pigging stations and 1 pipeline riser		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Pipe barriers		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Pig Station	# 2		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Inside separator. Gas meter calibration card indicates the most recent calibration is within the past year.		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Wellhead tree. Well on free flow.		
Corrective Action:		Date:	
Type: Horizontal Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	Valves are accessible. Gauge installed.		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Diesel tank on steel containment. In use? Necessary for operations?		
Corrective Action:	Empty and remove tank and containment if not in use.	Date:	04/03/2023
Type: Flow Line	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Manufactured double chemical tanks inside metal containment module.		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	2	400 BBLs	STEEL AST		,
Comment:	Tank battery North of location not in use. Both tanks labeled out of service.				
Corrective Action:	Remove or utilize produced water tanks. The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.				Date: 04/24/2023

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:	Tank battery North of location not in use. Spray on liner cracked and peeling.				
Corrective Action:	Remove or repair spill containment if production tanks are removed or put back in service. The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.				Date: 04/24/2023
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	200 BBLS	STEEL AST		,
Comment:	Tank battery North of location not in use. Both tanks labeled out of service.				
Corrective Action:	Remove or utilize condensate tanks. The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.				Date: 04/24/2023

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient	Base Insufficient	Adequate
Comment:	Tank battery North of location not in use. Spray on liner cracked and peeling. Corrective Action addressed under Tanks and Berms: Produced Water			
Corrective Action:				Date:

Venting:

Yes/No	NO
Comment:	
Corrective Action:	Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities				
Facility ID: 232244	Type: WELL	API Number: 103-09915	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Free flow			
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
Gravel						
				Material Handling And Spill Prevention	Fail	Catch pan full of liquid`
		Culverts				
		Berms				
Ditches						
		Ditches				
Berms	Fail					Erosion on North end of well pad to tank battery

Comment: Limited Stormwater inspection due to location being covered with snow.
Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control Stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation.
Oil and gas operators shall implement and maintain vehicle tracking Best Management Practices (BMPs) to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Corrective Action: Provide proper BMPs to prevent sediment migration from location and lease road.

Date: 04/03/2023

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
702501001	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6052050