

**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:

05/15/2023

Submitted Date:

05/15/2023

Document Number:

708900484

FIELD INSPECTION FORMLoc ID 334797 Inspector Name: Smelser, Wayne 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:**

25 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
, Caerus		COGCC.inspections@caerus oilandgas.com	
Kellerby, Shaun		shaun.kellerby@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211594	WELL	PR	10/01/2003	GW	045-07355	COUEY 17-3	PR
275015	WELL	PR	10/01/2022	GW	045-13447	COUEY 17-6A1 (C17E)	PR
275017	WELL	PR	10/01/2022	GW	045-13448	COUEY 17-3A (C17E)	PR

General Comment:**COGCC Inspection Report Summary**

On 05/15/2023 at approximately 10:30 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC C17E pad.

Location # 334797 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas & within close proximity to NSO habitat area.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Failure to maintain chemical BMP with a CA date of 05/16/2023

I contacted Caerus at approximately 11:39 hours & spoke with Jack Barnes in the operations control center. I informed him that the chemical containment on location was full & further informed him I was issuing a 24 hour corrective action on it. He said they'd dispatch a truck & get it pulled asap.

2. Tanks & Berms - Containment needs maintenance with a CA date of 06/04/2023

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.

Any corrective actions not addressed from previous inspections are still applicable.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**Signs/Marker:**

Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the units indicates the storage tanks are full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tanks.		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment:	911/970-285-2615	
Corrective Action:		Date: _____

Good Housekeeping:

Type	DEBRIS		
Comment:	Debris - please refer to photo log		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

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

Type	WELLHEAD		
Comment:	Cattle panels		

Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Cattle panels		
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Pig station - Bollards		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:	3 deadman marked & 1 deadman improperly marked All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor.		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit meter & meter house		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 3		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 2		
Comment:			
Corrective Action:		Date:	

Type: Bradenhead	# 3	
Comment:	Pressure transducers located on all bradenheads, bradenhead valves are accessible.	
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLs	STEEL AST		,
Comment:	Centralized containment				
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Inadequate	Walls Insufficient	Base Sufficient	Inadequate
Comment:	Containment needs maintenance - multiple holes in secondary containment liner			
Corrective Action:	The liner will be sufficiently impervious so that any discharge from a primary containment system will not escape containment before cleanup occurs.			Date: 06/04/2023

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected FacilitiesFacility ID: 211594 Type: WELL API Number: 045-07355 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 275015 Type: WELL API Number: 045-13447 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 275017 Type: WELL API Number: 045-13448 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

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				Sparse
		Culverts				
		Compaction				
Gravel						Sparse in areas
Berms						
		Ditches				
				Material Handling And Spill Prevention	Fail	Failure to maintain chemical BMP
Compaction						Areas with light compaction

Comment: 1. Chemical containment full of fluid/Failure to maintain chemical BMP

I contacted Caerus at approximately 11:39 hours & spoke with Jack Barnes in the operations control center. I informed him that the chemical containment on location was full & further informed him I was issuing a 24 hour corrective action on it. He said they'd dispatch a truck & get it pulled asap.

Corrective Action: Operators shall implement BMPs in accordance with good engineering practices, including measures such as: Materials handling and spill prevention procedures and practices implemented for material handling and spill prevention of materials used, stored, or disposed of that could result in discharges causing pollution of surface waters.

Date: 05/16/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Stormwater & Tanks & Berms for observed compliance issues.	smelserw	05/15/2023

Attached Documents

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

Document Num	Description	URL
708900485	Inspection 708900484 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6115122
708900486	Inspection 708900484 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6115123