

**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:

06/08/2023

Submitted Date:

06/08/2023

Document Number:

708900701

FIELD INSPECTION FORM

Loc ID 335560	Inspector Name: Smelser, Wayne	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED Findings: 38 Number of Comments 2 Number of Corrective Actions <input checked="" type="checkbox"/> Corrective Action Response Requested
Operator Information: OGCC Operator Number: 10456 Name of Operator: CAERUS PICEANCE LLC Address: 1001 17TH STREET #1600 City: DENVER State: CO Zip: 80202				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
284554	WELL	PR	05/02/2006	GW	045-12211	N.PARACHUTE MF02C D09A 696	PR
284555	WELL	PR	09/01/2007	GW	045-12210	N.PARACHUTE MF02A D09A 696	PR
284556	WELL	PR	03/28/2007	GW	045-12209	N. PARACHUTE MF20C D09A696	PR
284557	WELL	PR	05/02/2006	GW	045-12208	N.PARCHUTE MF07C D09A 696	PR
284558	WELL	SI	05/01/2022	GW	045-12207	N.PARACHUTE MF07A D09A 696	SI
284559	WELL	PR	05/02/2006	GW	045-12206	N.PARACHUTE MF06C D09A 696	PR
284560	WELL	PR	08/01/2017	GW	045-12205	N.PARACHUTE MF 05B D09A 696	PR
289509	WELL	PR	02/28/2007	GW	045-13793	N. PARACHUTE MF20A D09A 696	PR
297094	WELL	PR	06/01/2009	GW	045-16299	N. PARACHUTE MF02B-9 D09A 69	PR
297095	WELL	PR	06/01/2018	GW	045-16300	N. PARACHUTE MF03C-9 D09A 69	PR
297096	WELL	PR	04/01/2022	GW	045-16301	N. PARACHUTE MF03A-9 D09A 69	PR
297097	WELL	PR	05/09/2009	GW	045-16302	N. PARACHUTE MF03D-9 D09A 69	PR
297100	WELL	PR	04/09/2009	GW	045-16305	N. PARACHUTE MF04A-9 D09A 69	PR
297101	WELL	PR	06/01/2009	GW	045-16306	N. PARACHUTE MF04C-9 D09A 69	PR

299810	WELL	PR	07/03/2009	GW	045-17757	N. PARACHUTE MF06B-9 D09A 69	PR
299811	WELL	PR	06/29/2009	GW	045-17758	N. PARACHUTE MF06C-9 D09A 69	PR
299812	WELL	PR	07/03/2009	GW	045-17759	N. PARACHUTE MF05D-9 D09A 69	PR
299813	WELL	PR	08/01/2019	GW	045-17760	N. PARACHUTE MF05B-9 D09A 69	PR

General Comment:

COGCC Inspection Report Summary

On 06/08/2023 at approximately 12:33 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC N. Parachute Middle Fork D09A 696 pad

Location # 335560 in Garfield County Colorado.

Location is within High Priority/Density/NSO/Black Bear Habitat areas.

Location is approximately 60 yards from Parachute Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stained soils & gravel with a CA date of 06/18/2023
2. Line connected to wellhead leaking with a CA date of 06/09/2023

Called Caerus at approximately 13:15 hours & spoke to Wayne McDowell in the operations control center. I informed him of the leak on the MF06B-9 wellhead & that I was issuing a 24 hour corrective action on the observed compliance issue. He said he'd make some calls & get it taken care of.

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.

Split location, production separation equipment & production tanks located at Middlefork Station facility #'s 419757 & 470699

Location

Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign on access road		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Stained soils & gravel near wellhead		
Corrective Action:	Remove and properly dispose of all stained soils and gravel.	Date:	06/18/2023

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

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

Type	OTHER		
Comment:	Chemical tanks - Jersey barriers		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Gas meter & gas lift meter houses - Jersey barriers		
Corrective Action:		Date:	

Type	WELLHEAD		
Comment:	Jersey barriers		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Other	# 1		
Comment:	<p>Line connected to the MF06B-9 wellhead leaking.</p> <p>Called Caerus at approximately 13:15 hours & spoke to Wayne McDowell in the operations control center. I informed him of the leak on the MF06B-9 wellhead & that I was issuing a 24 hour corrective action on the observed compliance issue. He said he'd make some calls & get it taken care of.</p>		
Corrective Action:	Securely fasten all valves, pipes, fittings, and Production Facilities to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 608.e.		Date: 06/09/2023
Type: Ancillary equipment	# 3		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type: Bradenhead	# 18		
Comment:	<p>MF03A-9 & MF03D-9 wells have no form of pressure monitoring equipment located on bradenheads, bradenhead valves are accessible.</p> <p>Remaining 16 wells are all equipped with Taylor plugs on bradenhead, all bradenhead valves are accessible.</p>		
Corrective Action:		Date:	
Type: Plunger Lift	# 18		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 18		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 18		
Comment:	Gas lift		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	<100 BBLS	STEEL AST		,
Comment:	80 bbl blowdown & unload tank				
Corrective Action:				Date:	

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	80 bbl	
Other (Type)		

Berms

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

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities									
Facility ID:	284554	Type:	WELL	API Number:	045-12211	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	284555	Type:	WELL	API Number:	045-12210	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	284556	Type:	WELL	API Number:	045-12209	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	284557	Type:	WELL	API Number:	045-12208	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	284558	Type:	WELL	API Number:	045-12207	Status:	SI	Insp. Status:	SI
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	284559	Type:	WELL	API Number:	045-12206	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	284560	Type:	WELL	API Number:	045-12205	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	289509	Type:	WELL	API Number:	045-13793	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			

Facility ID:	297094	Type:	WELL	API Number:	045-16299	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	297095	Type:	WELL	API Number:	045-16300	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	297096	Type:	WELL	API Number:	045-16301	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	297097	Type:	WELL	API Number:	045-16302	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	297100	Type:	WELL	API Number:	045-16305	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	297101	Type:	WELL	API Number:	045-16306	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	299810	Type:	WELL	API Number:	045-17757	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			
Facility ID:	299811	Type:	WELL	API Number:	045-17758	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
Corrective Action:						Date:			

Facility ID: 299812 Type: WELL API Number: 045-17759 Status: PR Insp. Status: PR

Producing Well

Comment:	Producing, well on plunger lift & gas lift	
Corrective Action:		Date:

Facility ID: 299813 Type: WELL API Number: 045-17760 Status: PR Insp. Status: PR

Producing Well

Comment:	Producing, well on plunger lift & gas 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
		Drains				
		Ditches				
Berms						
Other						Hay bales
Ditches						
		Culverts				
Compaction						Some areas of light compaction
		Gravel				Sparse
		Compaction				
Gravel						Sparse

Comment: Location appears to have some gravel throughout the location with light compaction. Places with sparse to no gravel are present on location. Sparse gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Housekeeping & Equipment for observed compliance issues.	smelserw	06/08/2023
Split location, production separation equipment & production tanks located at Middlefork Station facility #'s 419757 & 470699		

Attached Documents

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

Document Num	Description	URL
708900702	Inspection 708900701 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6140831
708900703	Inspection 708900701 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6140832