

**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:

06/10/2023

Document Number:

708900725

FIELD INSPECTION FORM
 Loc ID 335598 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:

44 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
284957	WELL	PR	10/01/2021	GW	045-12325	N PARACHUTE MF10C N04 696	PR
284958	WELL	PR	02/01/2014	GW	045-12324	N PARACHUTE MF11D N04 696	PR
284959	WELL	PR	08/01/2021	GW	045-12323	N PARACHUTE WF17A N04 696	PR
284960	WELL	PR	08/01/2021	GW	045-12322	N PARACHUTE MF16C N04 696	PR
284961	WELL	PR	08/01/2021	GW	045-12321	N PARACHUTE MF09C N04 696	PR
284962	WELL	PR	08/01/2021	GW	045-12320	N PARACHUTE MF16A N04 696	PR
284963	WELL	PR	01/01/2010	GW	045-12319	N. PARACHUTE MF12D N04 696	PR
284964	WELL	PR	05/01/2021	GW	045-12318	N PARACHUTE MF09A N04 696	PR
284965	WELL	PR	09/01/2021	GW	045-12317	N.PARACHUTE MF 18C N04 696	PR
284966	WELL	PR	08/01/2021	GW	045-12316	N PARACHUTE MF15C N04 696	PR
284967	WELL	PR	08/01/2021	GW	045-12315	N PARACHUTE MF17C N04 696	PR
284968	WELL	PR	06/05/2006	GW	045-12314	N PARACHUTE MF18A N04 696	PR
300233	WELL	PR	05/01/2021	GW	045-17863	N. PARACHUTE MF10A-4 N04 696	PR
300234	WELL	PR	01/14/2010	GW	045-17862	N.PARACHUTE MF 18A-4 N04 69	PR

300235	WELL	PR	12/30/2009	GW	045-17861	N.PARACHUTE MF10C-4 M04 696	PR
300236	WELL	PR	07/01/2022	GW	045-17860	N. PARACHUTE MF11A-4 N04 696	PR
300237	WELL	PR	02/10/2011	GW	045-17859	N.PARACHUTE MF06D-4 N04 696	PR
301809	WELL	PR	08/01/2019	GW	045-18279	N. PARACHUTE MF15B-4 N04 696	PR
301810	WELL	PR	12/30/2009	GW	045-18280	N. PARACHUTE MF07B-4 N04 696	PR

General Comment:

COGCC Inspection Report Summary

On 06/08/2023 at approximately 11:58 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at CAERUS PICEANCE LLC N. PARACHUTE MIDDLE FORK N04 696 Pad

Location # 335598 in Garfield County Colorado.

Please refer to Inspection 708900099 conducted on 03/09/2023, previous corrective actions have been completed.

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

Location is within High Priority/Density/Black Bear Habitat areas as well as 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 - Sediment trap needs maintenance/transport of sediment onto location/insufficient run on controls/BMP's & lack of stabilization on cut slope with a CA date of 06/25/2023

2. Unused equipment on location with a CA date of 07/10/2023

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.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**Signs/Marker:**

Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

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

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:	Unused equipment - 2 chemical tanks on location are not hooked up & not in use.		
Corrective Action:	The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, chemicals, drums, totes, containers, materials & all other supplies not necessary for use on oil & gas locations is prohibited.	Date:	07/10/2023
Type	DEBRIS		
Comment:	Debris - please refer to photo log		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
In Containment:	No			
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				

Fencing/:

Type	WELLHEAD		
Comment:	Jersey barrier		

Corrective Action:		Date:	
Type	OTHER		
Comment:	Chemical Tanks - Jersey barrier		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Gas lift meter houses - Jersey barrier		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Gas meter houses - Jersey barrier		
Corrective Action:		Date:	

Equipment:

			corrective date
Type: Ancillary equipment	# 3		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type: Deadman # & Marked	# 2		
Comment:	Marked		
Corrective Action:		Date:	
Type: Bradenhead	# 19		
Comment:	MF 15B-4, 07B-4, 18A-4, 11D, 17A, 16C, 15C, 18A & 16A wells have Taylor plugs on bradenhead, remaining 10 wells have no form of pressure monitoring equipment located on the bradenheads. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Gas Meter Run	# 19		
Comment:	Gas lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 19		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 19		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	

Tanks and Berms:

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

Paint

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

Inspected Facilities				
Facility ID: 284957	Type: WELL	API Number: 045-12325	Status: PR	Insp. Status: PR
Idle Well				
Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____				
Comment: Shut in				
Corrective Action: _____				Date: _____
Facility ID: 284958	Type: WELL	API Number: 045-12324	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on gas lift & plunger lift				
Corrective Action: _____				Date: _____
Facility ID: 284959	Type: WELL	API Number: 045-12323	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on gas lift & plunger lift				
Corrective Action: _____				Date: _____
Facility ID: 284960	Type: WELL	API Number: 045-12322	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on gas lift & plunger lift				
Corrective Action: _____				Date: _____
Facility ID: 284961	Type: WELL	API Number: 045-12321	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on gas lift & plunger lift				
Corrective Action: _____				Date: _____
Facility ID: 284962	Type: WELL	API Number: 045-12320	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on gas lift & plunger lift				
Corrective Action: _____				Date: _____
Facility ID: 284963	Type: WELL	API Number: 045-12319	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on gas lift & plunger lift				
Corrective Action: _____				Date: _____
Facility ID: 284964	Type: WELL	API Number: 045-12318	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on gas lift & plunger lift				
Corrective Action: _____				Date: _____

Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 284965 Type: WELL API Number: 045-12317 Status: PR Insp. Status: PR				
Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 284966 Type: WELL API Number: 045-12316 Status: PR Insp. Status: PR				
Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 284967 Type: WELL API Number: 045-12315 Status: PR Insp. Status: PR				
Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 284968 Type: WELL API Number: 045-12314 Status: PR Insp. Status: PR				
Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 300233 Type: WELL API Number: 045-17863 Status: PR Insp. Status: PR				
Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 300234 Type: WELL API Number: 045-17862 Status: PR Insp. Status: PR				
Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 300235 Type: WELL API Number: 045-17861 Status: PR Insp. Status: PR				
Producing Well				
Comment:	Producing, well on gas lift & plunger lift			
Corrective Action:		Date:		
Facility ID: 300236 Type: WELL API Number: 045-17860 Status: PR Insp. Status: PR				

<u>Producing Well</u>			
Comment:	Producing, well on gas lift & plunger lift		
Corrective Action:		Date:	
Facility ID: <u>300237</u> Type: <u>WELL</u> API Number: <u>045-17859</u> Status: <u>PR</u> Insp. Status: <u>PR</u>			
<u>Producing Well</u>			
Comment:	Producing, well on gas lift & plunger lift		
Corrective Action:		Date:	
Facility ID: <u>301809</u> Type: <u>WELL</u> API Number: <u>045-18279</u> Status: <u>PR</u> Insp. Status: <u>PR</u>			
<u>Producing Well</u>			
Comment:	Producing, well on gas lift & plunger lift		
Corrective Action:		Date:	
Facility ID: <u>301810</u> Type: <u>WELL</u> API Number: <u>045-18280</u> Status: <u>PR</u> Insp. Status: <u>PR</u>			
<u>Producing Well</u>			
Comment:	Producing, well on gas lift & 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
		Ditches				
Ditches						
Other	Fail					Lack of stabilization on cut slope
Sediment Traps	Fail					Sediment trap needs maintenance
Compaction						Areas of light compaction
		Compaction				
		Culverts				
Other	Fail					Transport of sediment onto location
Gravel						Sparse
		Gravel				Sparse
				Material Handling And Spill Prevention		Chemical tank containments

Comment: 1. Transport of sediment onto location/insufficient run on controls/BMP's - NE area of location
 2. Sediment trap needs maintenance - west side of location
 3. Lack of stabilization on cut slope - NE area

Corrective Action: 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. BMPs shall be maintained until the facility is abandoned and final reclamation is achieved.

Date: 06/25/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Housekeeping & Stormwater for observed compliance issues.	smelserw	06/10/2023
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
403429700	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6142543
708900726	Inspection 708900725 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6142539
708900727	Inspection 708900725 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6142540