

FORM  
INSPRev  
X/20State of Colorado  
Oil and Gas Conservation Commission1120 Lincoln Street, Suite 801, Denver, Colorado 80203  
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

08/07/2023

Submitted Date:

08/10/2023

Document Number:

708901313

## FIELD INSPECTION FORM

 Loc ID 335405 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:**

- 22 Number of Comments  
 3 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	
Toews, Wesley		wtoews@blm.gov	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
276579	WELL	PR	10/02/2005	GW	045-10489	GMU 23-14A (J23NW)	PR
276633	WELL	PR	10/09/2005	GW	045-10497	GMU 23-10C (J23NW)	PR
276637	WELL	PR	10/07/2005	GW	045-10499	GMU 23-6C (J23NW)	PR

**General Comment:****CECMC Inspection Report Summary**

On 08/07/2023 at approximately 10:09 hours, I, Compliance Specialist, Wayne Smelser  
 Conducted an on-site inspection at CAERUS PICEANCE LLC J23NW Pad.  
 Location # 335405 in Garfield County Colorado.

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

Location is within Rule 411a Surface Water Intermediate Buffer & Rule 411b Generalized Internal Buffer.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Erosion & transport of sediment on lease road & Lack of Stabilization/Compaction on location with a CA date of 08/25/2023
2. Tanks & Berms - Secondary containment liner needs maintenance with a CA date of 08/30/2023
3. Housekeeping - Stained gravel in secondary containment with a CA date of 08/20/2023

A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This is a summary of inspection report.

**Location**

<b>Lease Road:</b>			
	Type Access		
comment:			
Corrective ActionL			Date:

Overall Good:

<b>Signs/Marker:</b>			
	Type BATTERY		
Comment:			
Corrective Action:			Date:
	Type CONTAINERS		
Comment:			
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 WELLHEAD		
Comment:			
Corrective Action:			Date:

<b>Emergency Contact Number:</b>			
	Comment: 911/970-285-2615		
Corrective Action:			Date: _____

<b>Good Housekeeping:</b>			
	Type OTHER		
Comment:	Stained gravel in secondary containment		
Corrective Action:	Remove and properly dispose of all stained soils and gravel.		Date: 08/20/2023
	Type WEEDS		
Comment:	Small amount of weeds in secondary containment		
Corrective Action:			Date:

Overall Good:

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

<b>Fencing/:</b>			
	Type WELLHEAD		
Comment:	Jersey barriers		

Corrective Action:		Date:	
Type	OTHER		
Comment:	Summit Midstream meter house - bollards		
Corrective Action:		Date:	

<b>Equipment:</b>			corrective date
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 3		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Gas Meter Run	# 3		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	500 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 liner needs maintenance, multiple holes & tears in liner. Liner shows signs of deterioration.			
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: 08/30/2023

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:		Centralized containment			
Corrective Action:					Date:
<b>Paint</b>					
Condition	Adequate				
Other (Content)					
Other (Capacity)					
Other (Type)					
<b>Berms</b>					
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal					
Comment:					Date:
Corrective Action:					Date:
<b>Venting:</b>					
Yes/No	NO				
Comment:					Date:
Corrective Action:					Date:
<b>Flaring:</b>					
Type					
Comment:					Date:
Corrective Action:					Date:

**Inspected Facilities**

Facility ID: 276579 Type: WELL API Number: 045-10489 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 276633 Type: WELL API Number: 045-10497 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 276637 Type: WELL API Number: 045-10499 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
Compaction	Fail					Lack of stabilization/compaction on location
Sediment Traps						
Gravel						Sparse
		Culverts				
		Compaction				
		Other	Fail			Erosion & transport of sediment
Ditches						
		Ditches				
Berms						
		Gravel				Sparse

Comment: [1. Erosion & transport of sediment on lease road in multiple areas](#)  
[2. Lack of stabilization/compaction on location](#)

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: 08/25/2023

**Pits:**     NO SURFACE INDICATION OF PIT

**COGCC Comments**

Comment	User	Date
<a href="#">Please refer to Housekeeping, Tanks &amp; Berms &amp; Stormwater for observed compliance issues.</a>	smelserw	08/10/2023

**Attached Documents**

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

Document Num	Description	URL
708901314	Inspection 708901313 photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6215363">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6215363</a>
708901315	Inspection 708901313 Stormwater photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6215364">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6215364</a>