

**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:

08/18/2023

Submitted Date:

08/20/2023

Document Number:

708901410

FIELD INSPECTION FORMLoc ID 311684 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:**

29 Number of Comments

1 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 |
|---------------|-------|---|---------|
| Toews, Wesley | | wtoews@blm.gov | |
| , Caerus | | COGCC.inspections@caerus oilandgas.com | |
| Ramsey, Scott | | scott.ramsey@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 284503 | WELL | PR | 03/01/2023 | GW | 045-12188 | FEDERAL 7-22D | PR |
| 289447 | WELL | PR | 06/01/2023 | GW | 045-13770 | FEDERAL 7-31D | PR |
| 289448 | WELL | PR | 06/01/2023 | GW | 045-13769 | FEDERAL 7-31C | PR |
| 289449 | WELL | PR | 03/01/2023 | GW | 045-13768 | FEDERAL 7-32B | PR |
| 289450 | WELL | SI | 03/01/2023 | GW | 045-13767 | FEDERAL 7-32A | SI |
| 289451 | WELL | SI | 03/01/2023 | GW | 045-13766 | FEDERAL 7-22B | SI |
| 289452 | WELL | SI | 03/01/2023 | GW | 045-13765 | FEDERAL 7-22C | SI |
| 289453 | WELL | SI | 03/01/2023 | GW | 045-13764 | FEDERAL 7-22A | SI |

General Comment:

CECMC Inspection Report Summary

On 08/18/2023 at approximately 09:56 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL 7F Pad.

Location # 311684 in Garfield County Colorado.

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

Location is approximately 240 yards from Pete & Bill Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Housekeeping - Unused equipment in multiple areas of location with a CA date of 10/19/2023

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.

Advised by supervisor Shawn Kellerby not to issue Stormwater corrective actions at this time due to recent spring creek area fire. Also advised to give operator extra time on all other observed compliance issues & corrective actions due to the recent fire.

Location**Lease Road:**

| | | | |
|-------------------|--------|-------|--|
| Type | Access | | |
| comment: | | | |
| Corrective Action | L | Date: | |

Overall Good: ☐**Signs/Marker:**

| | | | |
|--------------------|--|-------|--|
| 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: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Chemical tanks | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

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

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | UNUSED EQUIPMENT | | |
| Comment: | Unused equipment on location in multiple areas | | |
| Corrective Action: | The storage of equipment and supplies not necessary for use on location is prohibited. | Date: | 10/19/2023 |
| Type | DEBRIS | | |
| Comment: | Debris - please refer to photo log | | |
| Corrective Action: | | Date: | |

Overall Good: ☐**Spills:**

| | | | | |
|------|------|--------|--|--|
| Type | Area | Volume | | |
|------|------|--------|--|--|

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | | | |
|-----------------------------------|---|----------|-----------|-----------------|--------|
| Fencing/: | | | | | |
| Type | SEPARATOR | | | | |
| Comment: | Hog panels | | | | |
| Corrective Action: | | | Date: | | |
| Type | TANK BATTERY | | | | |
| Comment: | Hog panels | | | | |
| Corrective Action: | | | Date: | | |
| Type | OTHER | | | | |
| Comment: | RTU - hog panels | | | | |
| Corrective Action: | | | Date: | | |
| Type | WELLHEAD | | | | |
| Comment: | Hog panels | | | | |
| Corrective Action: | | | Date: | | |
| Type | OTHER | | | | |
| Comment: | Chemical tanks - hog panels | | | | |
| Corrective Action: | | | Date: | | |
| Equipment: | | | | corrective date | |
| Type: Ancillary equipment | # 3 | | | | |
| Comment: | Chemical tanks | | | | |
| Corrective Action: | | | Date: | | |
| Type: Horizontal Heated Separator | # 8 | | | | |
| Comment: | | | | | |
| Corrective Action: | | | Date: | | |
| Type: Bradenhead | # 8 | | | | |
| Comment: | Taylor plugs located on all bradenhead. All bradenhead valves are accessible. | | | | |
| Corrective Action: | | | Date: | | |
| Type: Gas Meter Run | # 8 | | | | |
| Comment: | | | | | |
| Corrective Action: | | | Date: | | |
| Type: Bird Protectors | # 4 | | | | |
| Comment: | | | | | |
| Corrective Action: | | | Date: | | |
| Type: Plunger Lift | # 8 | | | | |
| Comment: | All wells on plunger lift | | | | |
| Corrective Action: | | | Date: | | |
| Tanks and Berms: | | | | | |
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 3 | 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 | 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: 284503 Type: WELL API Number: 045-12188 Status: PR Insp. Status: PR

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Shut In

Corrective Action: _____ Date: _____

Facility ID: 289447 Type: WELL API Number: 045-13770 Status: PR Insp. Status: PR

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Shut In

Corrective Action: _____ Date: _____

Facility ID: 289448 Type: WELL API Number: 045-13769 Status: PR Insp. Status: PR

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Shut In

Corrective Action: _____ Date: _____

Facility ID: 289449 Type: WELL API Number: 045-13768 Status: PR Insp. Status: PR

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Shut In

Corrective Action: _____ Date: _____

Facility ID: 289450 Type: WELL API Number: 045-13767 Status: SI Insp. Status: SI

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Shut In

Corrective Action: _____ Date: _____

Facility ID: 289451 Type: WELL API Number: 045-13766 Status: SI Insp. Status: SI

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: Shut In

Corrective Action: _____ Date: _____

Facility ID: 289452 Type: WELL API Number: 045-13765 Status: SI Insp. Status: SI

| | | | |
|--------------------|---|--|-----------------|
| Idle Well | | | |
| Purpose: | <input checked="" type="checkbox"/> Shut In | <input type="checkbox"/> Temporarily Abandoned | Reminder: _____ |
| Comment: | <div>Shut In</div> | | |
| Corrective Action: | <div></div> | | Date: _____ |

| | | | | | | | | | |
|--------------|--------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 289453 | Type: | WELL | API Number: | 045-13764 | Status: | SI | Insp. Status: | SI |
|--------------|--------|-------|------|-------------|-----------|---------|----|---------------|----|

| | | | |
|--------------------|---|--|-----------------|
| Idle Well | | | |
| Purpose: | <input checked="" type="checkbox"/> Shut In | <input type="checkbox"/> Temporarily Abandoned | Reminder: _____ |
| Comment: | <div>Shut In</div> | | |
| Corrective Action: | <div></div> | | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------------------------------|
| Check Dams | | | | | | |
| | | Sediment Traps | | | | |
| Ditches | | | | | | |
| Compaction | | | | | | Small areas of light compaction |
| | | Culverts | | | | |
| | | Compaction | | | | |
| | | Ditches | | | | |
| | | Gravel | | | | Sparse |
| | | Check Dams | | | | |
| Gravel | | | | | | Sparse |
| Other | | | | | | Stockpiled soils with no BMP's |
| Berms | | | | | | |

Comment: [Stockpiled soils with no BMP's - please refer to photo log](#)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

| Comment | User | Date |
|--|----------|------------|
| Please refer to Housekeeping for observed compliance issues. | smelserw | 08/20/2023 |
| Advised by supervisor Shawn Kellerby not to issue Stormwater corrective actions at this time due to recent spring creek area fire. Also advised to give operator extra time on all other observed compliance issues & corrective actions due to the recent fire. | | |

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

| Document Num | Description | URL |
|--------------|---|---|
| 708901411 | Inspection 708901410 photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6225498 |
| 708901412 | Inspection 708901410 Stormwater photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6225499 |