

**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:

08/17/2023

Submitted Date:

08/20/2023

Document Number:

708901404

FIELD INSPECTION FORMLoc ID 334975 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:**

20 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
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
258805	WELL	SI	10/01/2022	GW	045-07660	DEVER 36-11	SI
258806	WELL	SI	10/01/2022	GW	045-07661	BENZEL 36-10 (K36)	SI
258807	WELL	PR	06/01/2002	GW	045-07662	DEVER 36-6 (K36)	PR
258808	WELL	PR	12/19/2000	GW	045-07663	DEVER 36-7 (K36)	PR

General Comment:**CECMC Inspection Report Summary**

On 08/17/2023 at approximately 10:53 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC K36 Pad.

Location # 334975 in Garfield County Colorado.

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

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Tunnel erosion/sink holes with a CA date of 09/04/2023

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**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**Signs/Marker:**

Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
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	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?**Equipment:**

			corrective date
Type: Horizontal Heated Separator	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 4		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		

Corrective Action:		Date:	
Type: Plunger Lift	# 3		
Comment:	DEVER 36-6 well not on plunger lift Remaining 3 wells all on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Gas Meter Run	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 4		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	4	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 Sufficient		
Comment:	Unlined containment			
Corrective Action:			Date:	

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 258805 Type: WELL API Number: 045-07660 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: Shut InLast produced September 2022

Corrective Action: _____

Date: _____

Facility ID: 258806 Type: WELL API Number: 045-07661 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: Shut InLast produced September 2022

Corrective Action: _____

Date: _____

Facility ID: 258807 Type: WELL API Number: 045-07662 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well is not on plunger lift

Corrective Action: _____

Date: _____

Facility ID: 258808 Type: WELL API Number: 045-07663 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 in some areas
Other	Fail					Tunnel erosion/sink holes
		Compaction				
		Culverts				
		Gravel				Sparse
		Ditches				
Compaction						Light compaction in some areas
		Other				Mag chloride on some sections of lease road
Berms						
		Retention Ponds				

Comment: [1. Tunnel erosion/sink holes on location \(On slope, NE area of location near RTU\)](#)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: 09/04/2023

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

Comment	User	Date
Please refer to Stormwater for observed compliance issue.	smelserw	08/20/2023

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

Document Num	Description	URL
403502533	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6225417
708901405	Inspection 708901404 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6225414
708901406	Inspection 708901404 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6225415