

**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:

08/31/2023

Submitted Date:

09/03/2023

Document Number:

708901522

**FIELD INSPECTION FORM**Loc ID 335358 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:**

28 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	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
261630	WELL	PR	06/04/2002	GW	045-07970	COUEY 30-10A1 (O30NE)	PR
272414	WELL	PR	12/02/2004	GW	045-10075	COUEY 30-9 (O30NE)	PR
273477	WELL	PR	11/04/2004	GW	045-10252	COUEY 30-16 (O30NE)	PR
282075	WELL	PR	06/12/2006	GW	045-11619	COUEY 30-9C (O30NE)	PR
282076	WELL	PR	06/12/2006	GW	045-11618	COUEY 30-15B (O30NE)	PR

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

On 08/31/2023 at approximately 10:54 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC COUEY O30NE Pad.

Location # 335358 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. Tanks & Berms - Multiple holes in secondary containment liner/liner needs maintenance with a CA date of 09/23/2023
2. Equipment - Flowline heating insulation open ended with a CA date of 09/10/2023

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 Action	L	Date:	

Overall Good: ☐

<b>Signs/Marker:</b>			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Tank labels starting to peel off on 500 bbl heated condensate tank		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
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:	

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

<b>Good Housekeeping:</b>			
Type	DEBRIS		
Comment:	Debris - please refer to photo log		
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	LOCATION		
Comment:	Barbed wire fence		

Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:		Date:	

<b>Equipment:</b>			corrective date
Type: Plunger Lift	# 5		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Nitrogen tank		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Bradenhead	# 5		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Gas Meter Run	# 5		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Flowline heating insulation open ended		
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.	Date:	09/10/2023

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	1000 GAL	STEEL AST		,	
Comment:	Centralized containment					
Corrective Action:						Date:

**Paint**

Condition	Adequate	
Other (Content)		

Other (Capacity)						
Other (Type)						
<b>Berms</b>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Inadequate	Walls Insufficient	Base Sufficient	Inadequate		
Comment:				Multiple holes in secondary containment liner/liner needs maintenance		
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: 09/23/2023
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	500 BBLs	HEATED 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:						
Corrective Action:				Date:		
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	500 BBLs	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:						
Corrective Action:				Date:		
<b>Venting:</b>						
Yes/No	NO					
Comment:						
Corrective Action:				Date:		
<b>Flaring:</b>						

Type		
Comment:		
Corrective Action:		Date:

<b>Inspected Facilities</b>				
Facility ID: <u>261630</u>	Type: <u>WELL</u>	API Number: <u>045-07970</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<b><u>Producing Well</u></b>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>272414</u>	Type: <u>WELL</u>	API Number: <u>045-10075</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<b><u>Producing Well</u></b>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>273477</u>	Type: <u>WELL</u>	API Number: <u>045-10252</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<b><u>Producing Well</u></b>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>282075</u>	Type: <u>WELL</u>	API Number: <u>045-11619</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<b><u>Producing Well</u></b>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>282076</u>	Type: <u>WELL</u>	API Number: <u>045-11618</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<b><u>Producing Well</u></b>				
Comment: <u>Producing, well on plunger lift</u>				
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				
Berms						
		Culverts				
		Gravel				Sparse in some areas
		Compaction				
Compaction						Light compaction
Gravel						Sparse in some areas
Ditches						

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 Equipment & Tanks & Berms for observed compliance issue.	smelserw	09/03/2023

**Attached Documents**

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

Document Num	Description	URL
403519364	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240662">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240662</a>
708901523	Inspection 708901522 Stormwater photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240660">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240660</a>
708901524	Inspection 708901522 photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240661">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240661</a>