

**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:

09/29/2023

Submitted Date:

10/01/2023

Document Number:

708901825**FIELD INSPECTION FORM**Loc ID 334669 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:17 Number of Comments2 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
211153	WELL	PR	08/01/2018	GW	045-06912	KEPHART FEDERAL 2-15	PR
211529	WELL	PR	05/01/2017	GW	045-07289	SCARBER 2-44	PR
275514	WELL	PR	06/06/2005	GW	045-10334	SCARBER FEDERAL 2-9C (R020)	PR

General Comment:**CECMC Inspection Report Summary**

On 09/29/2023 at approximately 10:13 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC SCARBER RO2 Pad.

Location # 334669 in Garfield County Colorado.

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

Location is approximately 424 yards from Porcupine Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Open ended load lines with a CA date of 10/08/2023
2. Equipment - Flowline heating insulation with a hole/wildlife hazard with a CA date of 10/08/2023

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	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator unit includes attached storage tank. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
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: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 3		
Comment:	Pressure transducers located on all bradenhead, bradenhead valves are accessible.		

Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Flowline heating insulation with a hole/wildlife hazard		
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.	Date:	10/08/2023
Type: Gas Meter Run	# 3		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Other	# 3		
Comment:	Open ended load lines		
Corrective Action:	All load lines will be capped or plugged	Date:	10/08/2023

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)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficient	Base Sufficient		
Comment:					
Corrective Action:			Date:		
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	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	Base Sufficient		
Comment:					
Corrective Action:					Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities			
Facility ID: <u>211153</u>	Type: <u>WELL</u>	API Number: <u>045-06912</u>	Status: <u>PR</u> Insp. Status: <u>PR</u>
<u>Producing Well</u>			
Comment:	<u>Producing, well on plunger lift</u>		
Corrective Action:		Date:	
Facility ID: <u>211529</u>	Type: <u>WELL</u>	API Number: <u>045-07289</u>	Status: <u>PR</u> Insp. Status: <u>PR</u>
<u>Producing Well</u>			
Comment:	<u>Producing, well on plunger lift</u>		
Corrective Action:		Date:	
Facility ID: <u>275514</u>	Type: <u>WELL</u>	API Number: <u>045-10334</u>	Status: <u>PR</u> Insp. Status: <u>PR</u>
<u>Producing Well</u>			
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
		Compaction				
Culverts						
Rip Rap						
		Ditches				
Gravel						Sparse in areas
		Gravel				Sparse in sections
Compaction						
		Culverts				

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
Please refer to Equipment for observed compliance issues.	smelserw	10/01/2023

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

Document Num	Description	URL
708901826	Inspection 708901825 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6270319
708901827	Inspection 708901825 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6270322