

**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:

10/05/2023

Submitted Date:

10/08/2023

Document Number:

708901891

FIELD INSPECTION FORMLoc ID 335307 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
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
260285	WELL	PR	11/08/2013	GW	045-07841	COUEY 31-8 (B31)	PR
260286	WELL	PR	07/29/2002	GW	045-07842	COUEY 31-7 (B31)	PR
260287	WELL	PR	12/06/2002	GW	045-07843	COUEY 31-2 (B-31)	PR
260288	WELL	PR	08/06/2002	GW	045-07844	SHAEFFER 31-3 (B31)	PR
262207	WELL	PR	05/10/2012	GW	045-08003	COUEY 31-7B2 (B31)	PR
262208	WELL	PR	07/23/2002	GW	045-08004	COUEY 31-1C2 (B-31)	PR
262968	WELL	PR	08/09/2002	GW	045-08077	COUEY 30-15 (B31)	PR

General Comment:**CECMC Inspection Report Summary**

On 10/05/2023 at approximately 11:55 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC B31 Pad
Location # 335307 in Garfield County Colorado.

Please refer to inspection 708900837 conducted on 06/23/2023 & inspection 708901525 conducted on 08/31/2023, previous corrective
actions have been completed.

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. Equipment - Burner tube on production tank open ended/wildlife hazard with a CA date of 10/15/2023

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	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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☐

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

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

Equipment:			corrective date
Type: Horizontal Heated Separator	# 2		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Liquid nitrogen tank		

Corrective Action:		Date:	
Type: Vertical Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 7		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Bird Protectors	# 4		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Bradenhead	# 7		
Comment:	Pressure transducers located on all bradenhead, all bradenhead valves are accessible		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Burner tube on production tank open ended/wildlife hazard		
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.	Date:	10/15/2023
Type: Gas Meter Run	# 7		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	300 BBLs	HEATED STEEL AST		,
Comment:	In separate containment with 1000 gal methanol tank as you come onto location.				
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:	
Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:	In separate containment with single 300 bbl heated condensate tank.				

Corrective Action:					Date:	
<u>Paint</u>						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficient				
Comment: Unlined containment						
Corrective Action:					Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	<50 BBLs	STEEL AST		,	
Comment: Centralized containment with 2 of the 300 bbl condensate tanks						
Corrective Action:					Date:	
<u>Paint</u>						
Condition	Adequate					
Other (Content)						
Other (Capacity) 500 gal						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficient				
Comment: Unlined containment						
Corrective Action:					Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	300 BBLs	STEEL AST		,	
Comment: Centralized containment						
Corrective Action:					Date:	
<u>Paint</u>						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficient				
Comment: Unlined containment						
Corrective Action:					Date:	
<u>Venting:</u>						

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	260285	Type:	WELL	API Number:	045-07841	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	260286	Type:	WELL	API Number:	045-07842	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	260287	Type:	WELL	API Number:	045-07843	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	260288	Type:	WELL	API Number:	045-07844	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	262207	Type:	WELL	API Number:	045-08003	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	262208	Type:	WELL	API Number:	045-08004	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	262968	Type:	WELL	API Number:	045-08077	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
		Ditches				
		Culverts				
Gravel						Sparse
Ditches						
Compaction						Areas of light compaction
		Gravel				Sparse
		Compaction				

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.

Small amount of erosion developing on slope behind tank battery at S/SW end of location.

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT
COGCC Comments

Comment	User	Date
Please refer to Equipment for observed compliance issue.	smelserw	10/08/2023

Attached Documents

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

Document Num	Description	URL
708901892	Inspection 708901891 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6277188
708901893	Inspection 708901891 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6277189