

**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:

10/02/2023

Document Number:

707800635

FIELD INSPECTION FORMLoc ID 334063 Inspector Name: Ramsey, Scott 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:

9 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 |
|-------------|------|--------|-------------|------------|-----------|-----------------------------|-------------|
| 279890 | WELL | PR | 08/01/2019 | GW | 077-08945 | KEINATH FEDERAL 9-12 (K9OU) | PR |
| 284335 | WELL | PR | 10/26/2007 | GW | 077-09055 | KEINATH FEDERAL 9-14 (K9OU) | PR |
| 284337 | WELL | SI | 09/01/2022 | GW | 077-09054 | KEINATH FEDERAL 9-11 (K9OU) | SI |
| 284339 | WELL | PR | 12/01/2022 | GW | 077-09052 | KEINATH FEDERAL 9-10 (K9OU) | PR |

General Comment:**ECMC Inspection Report Summary**

On Friday 9/29/2023, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus K9OU, at Location # 334063 in Garfield county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

While there, I observed normal production operations. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

During this inspection the following compliance issues were observed:

1. Tanks are missing caps
 2. Open ended piping for thawing out dump lines on tanks and separators with exhaust from trucks.
- Refer to photograph of observed compliance issue.

A follow up on this site inspection may be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

LocationOverall Good: ☐**Signs/Marker:**

| | | | |
|--------------------|--|-------|--|
| Type | OTHER | | |
| Comment: | Separator units include attached storage tanks. 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 | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|---|-------|------------|
| Type | OTHER | | |
| Comment: | Tanks are missing caps and Open ended piping for thawing out dump lines on tanks and separators with exhaust from trucks. | | |
| Corrective Action: | Install caps/plugs | Date: | 11/03/2023 |

Overall Good: ☐**Spills:**

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

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

| | | | |
|---------------------------------|-----|-------|-----------------|
| Type: Vertical Heated Separator | # 5 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 5 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | |
|---------------------------|--|-------|
| Type: Bird Protectors | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Bradenhead | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Ancillary equipment | # 2 | |
| Comment: | Chemical tanks in plastic containments | |
| Corrective Action: | | Date: |
| Type: Deadman # & Marked | # 2 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Plunger Lift | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |

Tanks and Berms:

| | | | | | |
|--------------------|---|----------|-----------|---------|--------|
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 1 | 500 BBLs | STEEL AST | | , |
| Comment: | | | | | |
| 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 | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

| | | | | | |
|--------------------|---|----------|-----------|---------|--------|
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 2 | 300 BBLs | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

Inspector Name: Ramsey, Scott

| | | | | | |
|--------------------|----------|---------------------|---------------------|-------------|-------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Metal | Adequate | Walls Sufficent | Base Sufficent | Adequate | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Venting:

| | | | |
|--------------------|----|--|-------|
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Flaring:

| | | | |
|--------------------|--|--|-------|
| Type | | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Inspected FacilitiesFacility ID: 279890 Type: WELL API Number: 077-08945 Status: PR Insp. Status: PR**Producing Well**Comment: Producing

Corrective Action:

Date:

Facility ID: 284335 Type: WELL API Number: 077-09055 Status: PR Insp. Status: PR**Producing Well**Comment: Producing

Corrective Action:

Date:

Facility ID: 284337 Type: WELL API Number: 077-09054 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Last produced 7/2023

Corrective Action:

Date: _____

Facility ID: 284339 Type: WELL API Number: 077-09052 Status: PR Insp. Status: PR**Producing Well**Comment: Producing

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Berms | | | | | | |
| | | Ditches | | | | |
| | | Culverts | | | | |

Comment: Corrective Action: Date: **Pits:** ☐ NO SURFACE INDICATION OF PIT**Attached Documents**You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

| Document Num | Description | URL |
|--------------|----------------------|---|
| 403547714 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6271053 |
| 707800642 | Photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6271039 |