

**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:

11/06/2023

Submitted Date:

11/07/2023

Document Number:

708902146

FIELD INSPECTION FORMLoc ID 334872 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:

25 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 |
|-------------|------|--------|-------------|------------|-----------|------------------------------|-------------|
| 257853 | WELL | PR | 04/01/2021 | GW | 045-07603 | MAMM MOUNTAIN RANCH 17-9 | PR |
| 263267 | WELL | PR | 04/01/2021 | GW | 045-08114 | MAMM MOUNTAIN RANCH 17-9B | PR |
| 263269 | WELL | PR | 04/01/2021 | GW | 045-08115 | MAMM MOUNTAIN RANCH 17-9A | PR |

General Comment:**CECMC Inspection Report Summary**

On 11/06/2023 at approximately 10:23 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at CAERUS PICEANCE LLC MAMM MOUNTAIN RANCH J17E Pad.

Location # 334872 in Garfield County Colorado.

Please refer to inspection 708902062 conducted on 10/27/2023, previous corrective actions have been completed.

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

Location is approximately 75 yards from Middle Mamm Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Unmarked deadman with a CA date of 11/21/2023

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: <input type="checkbox"/> | | | |
| 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 | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Chemical tank Please refer to FIRR document # 403583315, chemical tank is in use & used for water sampling/monitoring due to previous spill. | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Emergency Contact Number: | | | |
| Comment: | 911/970-285-2615 | | |
| Corrective Action: | | Date: | |
| Overall Good: <input type="checkbox"/> | | | |
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | Please refer to document #'s 402530584, 402537238, 402622504, 403172750, 403283853, 403314541 & 403486889 | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |
| Fencing/: | | | |
| Type | OTHER | | |
| Comment: | Summit Midstream meter house - bollards | | |
| Corrective Action: | | Date: | |
| Type | SEPARATOR | | |

| | | | | |
|-----------------------------------|--|--|-----------------|------------|
| Comment: | Jersey barriers | | Date: | |
| Corrective Action: | | | Date: | |
| Type | WELLHEAD | | | |
| Comment: | Cattle panels | | | |
| Corrective Action: | | | Date: | |
| Type | LOCATION | | | |
| Comment: | Barbed wire | | | |
| Corrective Action: | | | Date: | |
| Type | OTHER | | | |
| Comment: | Spill excavation area - cattle panels, construction barrier fencing & barbed wire fencing | | | |
| Corrective Action: | | | Date: | |
| Equipment: | | | corrective date | |
| Type: Deadman # & Marked | # 1 | | | |
| Comment: | 1 unmarked deadman | | | |
| Corrective Action: | All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor. | | Date: | 11/21/2023 |
| Type: Horizontal Heated Separator | # 3 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type: Other | # 1 | | | |
| Comment: | Powered SVE-AS trailer | | | |
| Corrective Action: | | | Date: | |
| Type: Other | # 1 | | | |
| Comment: | Solar powered SVE trailer | | | |
| Corrective Action: | | | Date: | |
| Type: Gas Meter Run | # 1 | | | |
| Comment: | Summit Midstream | | | |
| Corrective Action: | | | Date: | |
| Type: Plunger Lift | # 3 | | | |
| Comment: | All wells on plunger lift | | | |
| Corrective Action: | | | Date: | |
| Type: Ancillary equipment | # 1 | | | |
| Comment: | Chemical tank Please refer to FIRR document # 403583315, chemical tank is in use & used for water sampling/monitoring due to previous spill. | | | |
| Corrective Action: | | | Date: | |
| Type: Bird Protectors | # 3 | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type: Gas Meter Run | # 3 | | | |
| Comment: | | | | |

| | | | |
|--------------------|--|-------|--|
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 3 | | |
| Comment: | Pressure transducers located on all bradenhead. All bradenhead valves are accessible. MMR 17-9 well bradenhead tied into flowline - document # 402423513 MMR 17-9A well bradenhead tied into flowline - document # 402423526 | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE | 1 | 300 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 Sufficent | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

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

Flaring:

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

| Inspected Facilities | | | |
|----------------------------|--|------------------------------|---|
| Facility ID: <u>257853</u> | Type: <u>WELL</u> | API Number: <u>045-07603</u> | Status: <u>PR</u> Insp. Status: <u>PR</u> |
| Producing Well | | | |
| Comment: | <u>Producing, well on plunger lift</u> | | |
| Corrective Action: | | Date: | |
| | | | |
| Facility ID: <u>263267</u> | Type: <u>WELL</u> | API Number: <u>045-08114</u> | Status: <u>PR</u> Insp. Status: <u>PR</u> |
| Producing Well | | | |
| Comment: | <u>Producing, well on plunger lift</u> | | |
| Corrective Action: | | Date: | |
| | | | |
| Facility ID: <u>263269</u> | Type: <u>WELL</u> | API Number: <u>045-08115</u> | Status: <u>PR</u> Insp. Status: <u>PR</u> |
| Producing Well | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|--|
| | | Gravel | | | | |
| | | Compaction | | | | |
| | | | | Material Handling And Spill Prevention | | Chemical tank containment |
| Compaction | | | | | | Lack of stabilization/compaction in some areas |
| Waddles | | | | | | |
| Tracking Pad | | | | | | Aggregate/gravel based VTC at entrance to Location |
| Gravel | | | | | | Sparse to none in some areas |
| Berms | | | | | | |

Comment: Location shows signs of lack of stabilization/compaction in some areas, operator has aggregate/gravel based VTC at entrance to location & has BMP's around location.

Dimensions & details are as follows - approximately 111 ft long, 27 ft wide & varying depths from 1-3 inches, depth insufficient, area does not appear to have been excavated & no class 2 geotextile fabric observed.

Stockpiled soils on location have dirt berms & wattles for BMP's

Corrective Action:

Date: _____

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

| Comment | User | Date |
|--|----------|------------|
| Please refer to Equipment for observed compliance issue. | smelserw | 11/07/2023 |

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

| Document Num | Description | URL |
|--------------|---|---|
| 403588406 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6314539 |
| 708902147 | Inspection 708902146 Stormwater photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6314537 |
| 708902148 | Inspection 708902146 photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6314538 |