

**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:

11/29/2023

Submitted Date:

12/03/2023

Document Number:

708902390

FIELD INSPECTION FORMLoc ID 334676 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:

19 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
270418	WELL	PR	07/01/2023	GW	045-09549	SHAEFFER 12-13C (D13W)	PR
270423	WELL	PR	07/01/2023	GW	045-09553	SHAEFFER 14-1A (D13W)	PR
270424	WELL	PR	07/01/2023	GW	045-09552	PITMAN 13-5B(D13W)	PR

General Comment:**CECMC Inspection Report Summary**

On 11/29/2023 at approximately 11:56 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at CAERUS PICEANCE LLC D13W pad.

Location # 334676 in Garfield County Colorado.

Please refer to Inspection 708901280 conducted on 08/09/2023, 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. Signs/Marker - Tank label damaged & illegible with a CA date of 01/02/2024
2. Tanks & Berms - Hole in liner/liner needs maintenance with a CA date of 12/23/2023

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.

Dual lease - shared facilities with location # 324263

Location			
Lease Road:			
Type	Access		
comment:			
Corrective Action	L		Date:
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Tank label damaged & illegible		
Corrective Action:	All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information: A. Name of Operator; B. Operator's emergency contact telephone number; C. Tank capacity; D. Tank contents; and E. NFPA label or equivalent globally harmonized label.		Date: 01/02/2024
Type	BATTERY		
Comment:			
Corrective Action:			Date:
Type	WELLHEAD		
Comment:			
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: _____
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	OTHER		
Comment:	Summit Midstream meter house - pipe rail fence		
Corrective Action:			Date:
Equipment:			
Type: Vertical Heated Separator	# 4		corrective date

Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 3		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	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	Inadequate	Walls Insufficient		Inadequate		
Comment:	Hole in 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: 12/23/2023		
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
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities				
Facility ID: 270418	Type: WELL	API Number: 045-09549	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Producing, well on pluger lift			
Corrective Action:				Date:
Facility ID: 270423	Type: WELL	API Number: 045-09553	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Producing, well on pluger lift			
Corrective Action:				Date:
Facility ID: 270424	Type: WELL	API Number: 045-09552	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Producing, well on pluger 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
Berms						
		Culverts				
Compaction						Light compaction in some areas
		Ditches				
Gravel						Sparse in some areas
		Compaction				
		Gravel				Sparse

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 Signs/Marker & Tanks & Berms for observed compliance issues.	smelserw	12/03/2023
Dual lease - shared facilities with location # 324263		

Attached Documents

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

Document Num	Description	URL
708902391	Inspection 708902390 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6341672
708902392	Inspection 708902390 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6341673