

**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:

12/11/2023

Submitted Date:

12/11/2023

Document Number:

708902478

FIELD INSPECTION FORMLoc ID 323989 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
Toews, Wesley		wtoews@blm.gov	
, Caerus		COGCC.inspections@caerus oilandgas.com	
, Engineering		dnr_cogccengineering@state. co.us	
Katz, Aaron		aaron.katz@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211425	WELL	PR	09/20/1997	GW	045-07185	FEDERAL 1-42	PR

General Comment:**CECMC Inspection Report Summary**

On 12/11/2023 at approximately 10:16 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC FEDERAL 1-42 (RN1) Pad.
Location # 323989 in Garfield County Colorado.

Please refer to inspection 708901819 conducted on 09/29/2023, previous corrective actions have been completed.

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

Location is within Rule 411a Surface Water External Buffer.

Location is approximately 480 yards from Beaver Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Lack of stabilization/compaction/insufficient BMP's & sediment/soils transported into the interim area with a CA date of 12/27/2023

2. Equipment - Bradenhead - Well's Bradenhead pressure is greater than 30% of the TVD in feet of the surface casing shoe expressed in psig. No Form 17 or BH plan sundry have been submitted with a CA date of 12/26/2023

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

☐ Multiple Spills and Releases?

Fencing/:			
Type	SEPARATOR		
Comment:	Barbed wire		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Summit Midstream meter house - pipe rail fence		
Corrective Action:		Date:	
Type	TANK BATTERY		
Comment:	Barbed wire		
Corrective Action:		Date:	

Type	WELLHEAD		
Comment:	Pipe rail fence		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Bradenhead	# 1		
Comment:	Pressure transducer located on bradenhead, bradenhead valve is accessible.		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	Well's Bradenhead pressure is greater than 30% of the TVD in feet of the surface casing shoe expressed in psig. No Form 17 has been submitted & no bradenhead plan sundry submitted.		
Corrective Action:	Comply with Rule 419 BRADENHEAD MONITORING, TESTING, AND REPORTING & also contact CECMC Engineering group on observed compliance issues.		Date: 12/26/2023
Type: Plunger Lift	# 1		
Comment:	Well 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	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
Earth				
Comment:				
Corrective Action:	Date:			

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities				
Facility ID: 211425	Type: WELL	API Number: 045-07185	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
		Compaction				
		Gravel				Sparse in sections
		Ditches				
Gravel						Sparse
		Culverts				
Compaction	Fail					Lack of stabilization/compaction/insufficient BMPs
Other	Fail					Sediment/soils transported into the interim area

Comment: 1. Lack of stabilization/compaction/insufficient BMP's
2. Sediment/soils transported into the interim area

Corrective Action: Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. BMPs shall be maintained until the facility is abandoned and final reclamation is achieved.

Date: 12/27/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Stormwater & Equipment for observed compliance issues.	smelserw	12/11/2023

Attached Documents

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

Document Num	Description	URL
708902479	Inspection 708902478 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6354457
708902480	Inspection 708902478 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6354458