

**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:

12/07/2023

Submitted Date:

12/10/2023

Document Number:

708902464**FIELD INSPECTION FORM**Loc ID 334087 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**24 Number of Comments1 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
275966	WELL	PR	05/01/2023	GW	045-10412	BATTLEMENT MESA 35-12	PR
278676	WELL	PR	05/01/2023	GW	045-10919	BATTLEMENT MESA 35-32A	PR
285497	WELL	PR	05/01/2023	GW	045-12505	BATTLEMENT MESA 35-21D	PR

General Comment:**CECMC Inspection Report Summary**

On 12/07/2023 at approximately 12:28 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC Battlement Mesa 35C-795 pad.

Location # 334087 in Garfield County Colorado.

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

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Signs/Marker - Methanol tanks improperly labeled/lack required information with a CA date of 01/09/2024

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	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Methanol tanks improperly labeled/lack required information/some info weathered & 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:	01/09/2024
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:	

Emergency Contact Number:

Comment: 911/866-580-9382

Corrective Action:

Date: _____

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Hog panels		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Hog panels		

Corrective Action:		Date:	
Type	OTHER		
Comment:	Methanol tanks - hog panels		
Corrective Action:		Date:	
Type	TANK BATTERY		
Comment:	Hog panels		
Corrective Action:		Date:	

Equipment:

			corrective date
Type: Gas Meter Run	# 4		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Bradenhead	# 2		
Comment:	Unable to locate bradenhead on BATTLEMENT MESA 35-32A well due to snow Remaining 2 wells have pressure transducers located on bradenheads, bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	<50 BBLS	STEEL AST		,
Comment:	Separate containment				
Corrective Action:				Date:	

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	500 gal	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Other				
Comment:	Snow in containment			
Corrective Action:			Date:	

Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	1000 GAL	STEEL AST		,	
Comment:		Separate 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						
Comment:		Snow in containment				
Corrective Action:						Date:
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	400 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						
Comment:		Snow in containment				
Corrective Action:						Date:
<u>Venting:</u>						
Yes/No	NO					
Comment:						
Corrective Action:						Date:
<u>Flaring:</u>						
Type						
Comment:						
Corrective Action:						Date:

Inspected Facilities				
Facility ID: 275966	Type: WELL	API Number: 045-10412	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Producing, well on plunger lift			
Corrective Action:				Date:
Facility ID: 278676	Type: WELL	API Number: 045-10919	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Producing, well on plunger lift			
Corrective Action:				Date:
Facility ID: 285497	Type: WELL	API Number: 045-12505	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
		Gravel				Sparse to none in sections
		Culverts				
Gravel						Sparse to none in visible areas
		Ditches				
Compaction						
		Compaction				Light compaction in some sections

Comment: Limited Stormwater inspection due to snow.Corrective Action: Date: Pits: ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
Please refer to Signs/Marker for observed compliance issues.	smelserw	12/10/2023

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

Document Num	Description	URL
403620009	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6351393
708902465	Inspection 708902464 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6351391
708902466	Inspection 708902464 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6351392