

**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:

01/25/2024

Submitted Date:

01/26/2024

Document Number:

708902896**FIELD INSPECTION FORM**Loc ID 335594 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:**31 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<br>oilandgas.com |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name                  | Insp Status |
|-------------|------|--------|-------------|------------|-----------|--------------------------------|-------------|
| 281254      | WELL | PR     | 11/14/2006  | GW         | 045-11414 | N.PARACHUTE EF 16D<br>H29A 595 | PR          |
| 281255      | WELL | PR     | 02/01/2014  | GW         | 045-11415 | N.PARACHUTE EF 15B<br>H29A 595 | PR          |
| 281256      | WELL | PR     | 11/10/2005  | GW         | 045-11416 | N.PARACHUTE EF01B<br>H29A 595  | PR          |
| 281257      | WELL | PR     | 11/24/2006  | GW         | 045-11417 | N.PARACHUTE EF16B<br>H29A 595  | PR          |
| 281258      | WELL | PR     | 11/03/2006  | GW         | 045-11418 | N.PARACHUTE EF09B<br>H29A 595  | PR          |
| 281259      | WELL | PR     | 11/08/2006  | GW         | 045-11419 | N. PARACHUTE EF01D<br>H29A 595 | PR          |
| 281260      | WELL | PR     | 11/10/2005  | GW         | 045-11420 | N.PARACHUTE EF 15D<br>H29A 59  | PR          |
| 281261      | WELL | PR     | 02/01/2014  | GW         | 045-11421 | N.PARACHUTE EF 10D<br>H29A 595 | PR          |

**General Comment:**

CECMC Inspection Report Summary

On 01/25/2024 at approximately 12:58 hours, I, Compliance Specialist, Wayne Smelser  
Conducted a follow up inspection at CAERUS PICEANCE LLC N. PARACHUTE H29A 595 Pad.  
Location # 335594 in Garfield County Colorado.

Please refer to inspection 708902630 conducted on 12/28/2023, 1 of 2 previous corrective actions has been completed.  
Signs/Marker corrective action has not been completed & CA date remains 01/27/2024.  
Location is within High Priority/Density/NSO/Black Bear Habitat areas.  
Location is approximately 186 yards from East Fork Parachute Creek.  
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Signs/Marker - All wellhead signs on location lack required information/wellhead signage insufficient/signs are not in compliance with CECMC rules with a CA date of 01/27/2024

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   |   |        |                  |
|--|---|--------|------------------|
| <b>Lease Road:</b>                                     |   |        |                  |
| Type   | Access  |        |                  |
| comment:   |   |        |                  |
| Corrective Action                                      | L   |        | Date:            |
| Overall Good: <input type="checkbox"/>                 |   |        |                  |
| <b>Signs/Marker:</b>                                   |   |        |                  |
| Type   | WELLHEAD  |        |                  |
| Comment:   | All wellhead signs on location lack required information/wellhead signage insufficient/signs are not in compliance with CECMC rules |        |                  |
| Corrective Action:                                     | Comply with CECMC signage rules   |        | Date: 01/27/2024 |
| Type   | CONTAINERS  |        |                  |
| Comment:   | Chemical tanks  |        |                  |
| Corrective Action:                                     |   |        | Date:            |
| Type   | BATTERY   |        |                  |
| Comment:   | No tank battery on location   |        |                  |
| Corrective Action:                                     |   |        | Date:            |
| Type   | OTHER   |        |                  |
| Comment:   | Sign at entrance to location  |        |                  |
| Corrective Action:                                     |   |        | Date:            |
| Type   | TANK LABELS/PLACARDS  |        |                  |
| Comment:   |   |        |                  |
| Corrective Action:                                     |   |        | Date:            |
| Emergency Contact Number:                              |   |        |                  |
| Comment:   | 911/970-285-2615  |        |                  |
| Corrective Action:                                     |   |        | Date: _____      |
| <b>Good Housekeeping:</b>                              |   |        |                  |
| Type   | DEBRIS  |        |                  |
| Comment:   | Debris - please refer to photo log  |        |                  |
| Corrective Action:                                     |   |        | Date:            |
| Overall Good: <input type="checkbox"/>                 |   |        |                  |
| <b>Spills:</b>   |   |        |                  |
| Type   | Area  | Volume |                  |
| In Containment: No                                     |   |        |                  |
| Comment:   |   |        |                  |
| <input type="checkbox"/> Multiple Spills and Releases? |   |        |                  |
| <b>Fencing/:</b>                                       |   |        |                  |
| Type   | OTHER   |        |                  |
| Comment:   | Chemical tanks - jersey barriers  |        |                  |

|                    |  |       |  |
|--------------------|--|-------|--|
| Corrective Action: |  | Date: |  |
| Type               | WELLHEAD   |       |  |
| Comment:           | <a href="#">Jersey barriers</a>  |       |  |
| Corrective Action: |  | Date: |  |
| Type               | OTHER  |       |  |
| Comment:           | <a href="#">Sales meter houses - pipe rail fence &amp; jersey barriers</a> |       |  |
| Corrective Action: |  | Date: |  |
| Type               | OTHER  |       |  |
| Comment:           | <a href="#">Gas lift meter houses - jersey barriers</a>                    |       |  |
| Corrective Action: |  | Date: |  |

|                           |   |       |                 |
|---------------------------|---|-------|-----------------|
| <b><u>Equipment:</u></b>  |   |       | corrective date |
| Type: Other               | # 1   |       |                 |
| Comment:                  | <a href="#">Telemetry</a>   |       |                 |
| Corrective Action:        |   | Date: |                 |
| Type: Gas Meter Run       | # 8   |       |                 |
| Comment:                  | <a href="#">Gas lift</a>  |       |                 |
| Corrective Action:        |   | Date: |                 |
| Type: Ancillary equipment | # 1   |       |                 |
| Comment:                  | <a href="#">Thermoelectric generator</a>  |       |                 |
| Corrective Action:        |   | Date: |                 |
| Type: Bradenhead          | # 8   |       |                 |
| Comment:                  | <a href="#">Taylor plugs located on all bradenhead. All bradenhead valves are accessible.</a> |       |                 |
| Corrective Action:        |   | Date: |                 |
| Type: Plunger Lift        | # 8   |       |                 |
| Comment:                  | <a href="#">All wells on plunger lift</a>   |       |                 |
| Corrective Action:        |   | Date: |                 |
| Type: Gas Meter Run       | # 8   |       |                 |
| Comment:                  | <a href="#">Sales</a>   |       |                 |
| Corrective Action:        |   | Date: |                 |
| Type: Ancillary equipment | # 2   |       |                 |
| Comment:                  | <a href="#">Chemical tanks</a>  |       |                 |
| Corrective Action:        |   | Date: |                 |

|                        |    |       |  |
|------------------------|----|-------|--|
| <b><u>Venting:</u></b> |    |       |  |
| Yes/No                 | NO |       |  |
| Comment:               |    |       |  |
| Corrective Action:     |    | Date: |  |

|                        |  |       |  |
|------------------------|--|-------|--|
| <b><u>Flaring:</u></b> |  |       |  |
| Type                   |  |       |  |
| Comment:               |  |       |  |
| Corrective Action:     |  | Date: |  |



| Inspected Facilities  |  |       |      |             |           |         |    |               |    |
|-----------------------|--|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID:          | 281254                                     | Type: | WELL | API Number: | 045-11414 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 281255                                     | Type: | WELL | API Number: | 045-11415 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 281256                                     | Type: | WELL | API Number: | 045-11416 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 281257                                     | Type: | WELL | API Number: | 045-11417 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 281258                                     | Type: | WELL | API Number: | 045-11418 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 281259                                     | Type: | WELL | API Number: | 045-11419 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 281260                                     | Type: | WELL | API Number: | 045-11420 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |
| Facility ID:          | 281261                                     | Type: | WELL | API Number: | 045-11421 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b> |  |       |      |             |           |         |    |               |    |
| Comment:              | Producing, well on plunger lift & gas lift |       |      |             |           |         |    |               |    |
| Corrective Action:    |  |       |      |             |           | Date:   |    |               |    |

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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              |                       |  |                          | Light compaction in some sections |
|                  |                 | Gravel                  |                       |  |                          | Sparse to none                    |
|                  |                 | Culverts                |                       |  |                          |                                   |
|                  |                 | Ditches                 |                       |  |                          |                                   |
| Berms            |                 |                         |                       |  |                          |                                   |
|                  |                 |                         |                       | Material Handling And Spill Prevention |                          | Chemical tank containments        |

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 | 01/26/2024 |
| Production separation equipment & production tanks located at Middlefork Station facility #s 419757 & 470699 |          |            |

Attached Documents

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

| Document Num | Description                               | URL   |
|--------------|---|---|
| 708902897    | Inspection 708902896 Stormwater photo log | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6409119">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6409119</a> |
| 708902898    | Inspection 708902896 photo log            | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6409120">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6409120</a> |