

**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:

01/05/2024

Submitted Date:

01/10/2024

Document Number:

696205515**FIELD INSPECTION FORM**Loc ID 334617 Inspector Name: Trujillo, Aaron 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:15 Number of Comments5 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
,		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
259138	WELL	PR	06/01/2002	GW	045-07690	ROSE RANCH 14-5 (H15)	RI
259139	WELL	PR	06/01/2002	GW	045-07691	ANDREW 15-1 (H15)	RI
259140	WELL	PR	06/01/2002	GW	045-07692	ROSE RANCH 15-10 (H15)	RI
259141	WELL	SI	02/01/2023	GW	045-07693	ROSE RANCH 15-7 (H15)	RI
334617	LOCATION	AC			-	PARKER RANCH-67S93W 15SENE	RI

General Comment:

On 1/5/2024, Reclamation Specialist Trujillo conducted an interim reclamation and stormwater inspection at Caerus Piceance LLC's PARKER RANCH-67S93W 15SENE location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Unused equipment
- Interim Reclamation
- Undesirable and Noxious Plant Species
- Stormwater

Refer to the "Location", "Reclamation" and "Stormwater" section of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Corrective Action dates provided will either be back-dated to when Operator should have been in compliance, or when Operator was initially observed to be out of compliance; the "Date of Discovery" is being provided as the corrective action date for all new observed compliance issues. Location will remain out of compliance until corrective action(s) has(have) been resolved; a follow up inspection will be conducted to ensure the compliance issues have been corrected to comply with ECMC rules.

LocationOverall Good: ☐**Signs/Marker:**

Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signage at wells do not comport with current 605 requirements.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-285-2615 / 970-301-1319 /911

Corrective Action:

Date: _____

Good Housekeeping:

Type	WEEDS		
Comment:	Undesirable and Noxious Plant Species (Musk thistle) observed established within the interim areas of the Location. Additional weed management efforts required in the 2024 growing season; ongoing weed management required until Location receives a passing final reclamation inspection.		
Corrective Action:	Comply with Rules 1003.f and 606.c	Date:	01/05/2024
Type	UNUSED EQUIPMENT		
Comment:	Electrical equipment adjacent to the wells appears to be disconnected and no longer in use, and is considered unused. Unused pipe riser equipment observed at the separator equipment. Drum and other unused metal containment equipment stored within concrete containment at load line.		
Corrective Action:	Comply with 606 Rules	Date:	01/05/2024

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type	WELLHEAD		
Comment:	Jersey barriers placed at each end of the well string.		

Corrective Action:					Date:	
<u>Tanks and Berms:</u>						
Contents	#	Capacity	Type	Tank ID	SE GPS	
OTHER	3	300 BBLS	STEEL AST		,	
Comment:						
Corrective Action:						Date:
<u>Paint</u>						
Condition						
Other (Content)	Condensate / Produced Water Mix					
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal		Walls Insufficient				
Comment:		Containment measure not longer impervious to contain a spill or release; holes/tears observed throughout the liner.				
Corrective Action:		Install or repair containment measure at the tank battery facility; ensure containment is impervious to contain a spill or release.				Date: 01/05/2024
<u>Venting:</u>						
Yes/No						
Comment:						
Corrective Action:						Date:
<u>Flaring:</u>						
Type						
Comment:						
Corrective Action:						Date:

Inspected Facilities									
Facility ID:	259138	Type:	WELL	API Number:	045-07690	Status:	PR	Insp. Status:	RI
Facility ID:	259139	Type:	WELL	API Number:	045-07691	Status:	PR	Insp. Status:	RI
Facility ID:	259140	Type:	WELL	API Number:	045-07692	Status:	PR	Insp. Status:	RI
Facility ID:	259141	Type:	WELL	API Number:	045-07693	Status:	SI	Insp. Status:	RI
Idle Well									
Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____									
Comment: <div>Records show well status "Shut In" since 2/1/2023. If well is not returned to production by 2/2024, well is considered to be "inactive" and subject to 434.c requirements.</div>									
Corrective Action: _____ Date: _____									
Facility ID:	334617	Type:	LOCATION	API Number:	-	Status:	AC	Insp. Status:	RI

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? Pass

Comment _____

No waste or debris observed on the interim and production areas of the Location.

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

See "Good Housekeeping". No unused or unneeded equipment observed on the interim areas of the Location.

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Anchors not observed.

Corrective Action _____

Date _____

1003b. Area no longer in use? PassProduction areas stabilized ? Fail

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? In

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-CroplandTop soil replaced _____ Recontoured Pass 80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? FComment See "Good Housekeeping" regarding Weeds.

This is a limited inspection due to snow cover, therefore the overall status of the interim reclamation is considered "in process"; however, it was observed in this inspection that the slopes on the east end of the Location are not progressing towards a uniform, desirable perennial vegetative establishment pursuant to 1003 Rules. Additional reclamation efforts during the 2024 growing season will be required within these areas.

If Operator determines that there are other interim areas that do not meet 1003 Standards, then Operator shall also include these areas during reclamation work.

Corrective Action Comply with 1003 Rules.Date 01/05/2024Overall Interim Reclamation In Process**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action: Date _____

Overall Final Reclamation Well Release on Active Location ☐ Multi-Well Location ☐

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
	Fail					Tracking controls
Gravel	Fail					
Compaction	Fail					

Comment:

BMPs to stabilize the working pad surface are no longer in proper functioning condition; WPS lacks stabilization. BMPs to minimize tracking inadequate; BMPs to minimize off-site sediment transport, such as vehicle tracking pad, also not observed

Corrective Action:

Comply with Rule 1002.f- install or repair required stormwater and erosion control BMPs to minimize erosion, degradation and off-site sediment transport.

 Date: 01/05/2024

Pits: ☐ NO SURFACE INDICATION OF PIT

Attached Documents

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

Document Num	Description	URL
403650635	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388306
696205516	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388282