

**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:

696205523**FIELD INSPECTION FORM**Loc ID 334583 Inspector Name: Trujillo, Aaron 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:

14 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 |
|--------------|-------|---|---------------------------------|
| , | | COGCC.inspections@caerus oilandgas.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------|--------|-------------|------------|-----------|-------------------------------|-------------|
| 211181 | WELL | SI | 09/01/2023 | GW | 045-06940 | PARKER RANCH 15-4 | RI |
| 274783 | WELL | PR | 09/01/2018 | GW | 045-13391 | ROSE 15-4C (D15) | RI |
| 274784 | WELL | PR | 08/11/2005 | GW | 045-13389 | ROSE 15-4B (D15) | RI |
| 274786 | WELL | PR | 07/24/2005 | GW | 045-13390 | ROSE 15-5 (D15) | RI |
| 276646 | WELL | PR | 08/07/2005 | GW | 045-10504 | ROSE 16-1 (D15W) | RI |
| 276648 | WELL | PR | 09/21/2010 | GW | 045-10505 | ROSE 16-8 (D15W) | RI |
| 334583 | LOCATION | AC | | | - | PARKER RANCH-67S93W 15NWNW | 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 15NWNW location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Secondary Containment
- Wildlife Protections

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 | WELLHEAD | | |
| Comment: | Signage at wells do not comport with current ECMC 605 Requirements | | |
| Corrective Action: | | Date: | |
| Type | OTHER | | |
| Comment: | Location entrance | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 970-285-2615 / 911

Corrective Action:

Date: _____

Overall Good: ☒

| | | | | |
|----------------|------|--------|--|--|
| Spills: | | | | |
| Type | Area | Volume | | |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|--------------------|------------------|-------|--|
| Fencing/: | | | |
| Type | SEPARATOR | | |
| Comment: | Livestock Panels | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Livestock Panels | | |
| Corrective Action: | | Date: | |

| | | | |
|--------------------|---|--|------------------|
| Equipment: | | | corrective date |
| Type: | # | | |
| Comment: | Flowline heating insulator behind separator equipment lacked cap/plug to prevent wildlife access. | | |
| Corrective Action: | Cap/Plug line to prevent wildlife access. | | Date: 01/05/2024 |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS | |
|--------------------|---|----------|-----------|---------|--------|--|
| OTHER | 1 | 500 BBLs | STEEL AST | | , | |
| Comment: | | | | | | |
| Corrective Action: | | | | | Date: | |

Paint

| | | | | | |
|------------------|---------------------------------|--|--|--|--|
| Condition | | | | | |
| Other (Content) | Produced Water / Condensate mix | | | | |
| Other (Capacity) | | | | | |
| Other (Type) | | | | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
|--------------------|---|---------------------|---------------------|-------------|------------------|
| Metal | | Walls Insufficient | | Inadequate | |
| Comment: | Containment measures no longer impervious to contain a spill or release; holes/tears observed throughout the liner. | | | | |
| Corrective Action: | Install or repair containment BMP; ensure containment remains impervious to contain a spill or release. | | | | Date: 01/05/2024 |

Venting:

| | | | | |
|--------------------|--|--|--|-------|
| Yes/No | | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Flaring:

| | | | | |
|--------------------|--|--|--|-------|
| Type | | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

| Inspected Facilities | | | | | | | | | |
|----------------------|---------------|-------|-----------------|-------------|------------------|---------|-----------|---------------|-----------|
| Facility ID: | <u>211181</u> | Type: | <u>WELL</u> | API Number: | <u>045-06940</u> | Status: | <u>SI</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |
| Facility ID: | <u>274783</u> | Type: | <u>WELL</u> | API Number: | <u>045-13391</u> | Status: | <u>PR</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |
| Facility ID: | <u>274784</u> | Type: | <u>WELL</u> | API Number: | <u>045-13389</u> | Status: | <u>PR</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |
| Facility ID: | <u>274786</u> | Type: | <u>WELL</u> | API Number: | <u>045-13390</u> | Status: | <u>PR</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |
| Facility ID: | <u>276646</u> | Type: | <u>WELL</u> | API Number: | <u>045-10504</u> | Status: | <u>PR</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |
| Facility ID: | <u>276648</u> | Type: | <u>WELL</u> | API Number: | <u>045-10505</u> | Status: | <u>PR</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |
| Facility ID: | <u>334583</u> | Type: | <u>LOCATION</u> | API Number: | <u>-</u> | Status: | <u>AC</u> | Insp. Status: | <u>RI</u> |
| | | | | | | | | | |

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 interm and production areas of the Location.

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? Pass

Comment

No unused or unneeded equipment observed on the interm and production areas of the Location.

Corrective Action _____

Date _____

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

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? Pass

Comment

Limited visibility due to snow cover, though markers observed, unclear if all anchors on Location have been marked.

Corrective Action _____

Date _____

| | |
|--|---|
| Date Final Reclamation Started: _____ | Date Final Reclamation Completed: _____ |
| Final Land Use: _____ | |
| Reminder: _____ | |
| Comment: <div style="border: 1px solid black; height: 20px; width: 100%;"></div> | |
| 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: <div style="border: 1px solid black; height: 20px; width: 100%;"></div> | |
| Corrective Action: <div style="border: 1px solid black; height: 20px; width: 100%;"></div> | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Ditches | | | | | | |
| Compaction | In Process | | | | | |
| Gravel | In Process | | | | | |
| Berms | | | | | | |

Comment: Limited inspection due to snow cover. No immediate stormwater issues observed at time of inspection. BMPs to stabilize the working pad surface (gravel, compaction) show signs of disrepair. Maintenance advised. Controls to minimize off-site sediment transport, such as a vehicle track pad, not observed.

Corrective Action:

Date:

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 |
|--------------|----------------------|---|
| 403650647 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388317 |
| 696205524 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388285 |