

**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:

01/08/2024

Submitted Date:

01/10/2024

Document Number:

708902750

FIELD INSPECTION FORM
 Loc ID 417538 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:

35 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
Katz, Aaron		aaron.katz@state.co.us	
Toews, Wesley		wtoews@blm.gov	
, Caerus		COGCC.inspections@caerus oilandgas.com	
, Engineering		dnr_cogccengineering@state. co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
419112	WELL	PR	12/13/2011	GW	045-19889	Daybreak Federal 19-7C (PJ19)	PR
419116	WELL	PR	01/10/2012	GW	045-19891	Daybreak Federal 19-3BB (PJ19)	PR
419117	WELL	PR	12/05/2011	GW	045-19892	Daybreak Federal 19-6BB (PJ19)	PR
419118	WELL	PR	01/10/2012	GW	045-19893	Daybreak Federal 19-6 (PJ19)	PR
419121	WELL	PR	01/11/2012	GW	045-19894	Daybreak Federal 19-6D (PJ19)	PR
419123	WELL	PR	12/08/2011	GW	045-19895	Daybreak Federal 19-2D (PJ19)	PR
419128	WELL	PR	12/24/2011	GW	045-19896	Daybreak Federal 19-2 (PJ19)	PR
419129	WELL	PR	12/27/2011	GW	045-19897	Daybreak Fee 19-8BB (PJ19)	PR
419131	WELL	PR	12/25/2011	GW	045-19898	Daybreak Fee 19-8D (PJ19)	PR
419133	WELL	PR	11/21/2011	GW	045-19899	DAYBREAK FEDERAL 19-5 (PJ-19)	PR
419135	WELL	PR	12/14/2011	GW	045-19900	Daybreak Federal 19-6C (PJ19)	PR
419136	WELL	PR	12/26/2011	GW	045-19901	Daybreak Federal 19-7 (PJ19)	PR

419137	WELL	PR	12/13/2011	GW	045-19902	DAYBREAK FEE 19-8 (PJ19)	PR
419139	WELL	PR	12/25/2011	GW	045-19903	Daybreak Federal 19-7BB (PJ19)	PR

General Comment:

CECMC Inspection Report Summary
On 01/08/2024 at approximately 13:33 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC DAYBREAK FEDERAL 19-2 (PJ19) Pad.
Location # 417538 in Garfield County Colorado.
Please refer to inspection 707800584 conducted on 08/31/2023, previous corrective action has been completed.
Location is within High Priority/Density/Black Bear Habitat areas.
Location is in close proximity to Rule 411a Surface Water External Buffer.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Flowline heating insulation open ended with a CA date of 01/17/2024
2. Inspected Facilities - DAYBREAK FEE 19-8 well bradenhead tied into flowline, no FORM 4 SUNDRY with a CA date of 01/17/2024

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	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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	BATTERY		
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:				
<input type="checkbox"/> Multiple Spills and Releases?				

Fencing/:			
Type	OTHER		
Comment:	Summit Midstream meter house - bollards		
Corrective Action:		Date:	

Type	LOCATION		
Comment:	Barbed wire fence		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Gas Meter Run	# 14		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 2		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Flowline heating insulation open ended		
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.	Date:	01/17/2024
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Plunger Lift	# 14		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Telemetry		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 14		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 14		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Bird Protectors	# 4		
Comment:			
Corrective Action:		Date:	
Type: Emission Control Device	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	4	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	
Metal	Adequate	Walls Sufficent			
Comment:					
Corrective Action:					Date:
Venting:					
Yes/No	NO				
Comment:					
Corrective Action:					Date:
Flaring:					
Type					
Comment:					
Corrective Action:					Date:

Inspected Facilities									
Facility ID:	419112	Type:	WELL	API Number:	045-19889	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	419116	Type:	WELL	API Number:	045-19891	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	419117	Type:	WELL	API Number:	045-19892	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	419118	Type:	WELL	API Number:	045-19893	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	419121	Type:	WELL	API Number:	045-19894	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	419123	Type:	WELL	API Number:	045-19895	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	419128	Type:	WELL	API Number:	045-19896	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	419129	Type:	WELL	API Number:	045-19897	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			

Facility ID: 419131	Type: WELL	API Number: 045-19898	Status: PR	Insp. Status: PR
<u>Producing Well</u>				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 419133	Type: WELL	API Number: 045-19899	Status: PR	Insp. Status: PR
<u>Producing Well</u>				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 419135	Type: WELL	API Number: 045-19900	Status: PR	Insp. Status: PR
<u>Producing Well</u>				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 419136	Type: WELL	API Number: 045-19901	Status: PR	Insp. Status: PR
<u>Producing Well</u>				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 419137	Type: WELL	API Number: 045-19902	Status: PR	Insp. Status: PR
<u>Producing Well</u>				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
<u>BradenHead</u>				
Date of Last Brhd Test: 05/16/2023		Annual Brhd Completed? _____		
Last Brhd Test Results		Initial Surf Csg Pressure: 212 Fluid Type: _____		
		End Surf Csg Pressure: 0		
Comment: Bradenhead tied into flowline, no FORM 4 SUNDRY		01/17/2024		
Corrective Action: Contact CECMC Engineering Group & discuss observed compliance issue.		Date: _____		
Facility ID: 419139	Type: WELL	API Number: 045-19903	Status: PR	Insp. Status: PR
<u>Producing Well</u>				
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 in some areas
Berms						
				Material Handling And Spill Prevention		Chemical tank containments
		Culverts				
Waddles						
		Compaction				
		Gravel				Sparse in sections
		Ditches				
Compaction						Small areas of light compaction
Ditches						
Drains						

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
Please refer to Equipment & Inspected Facilities for observed compliance issues.	smelserw	01/10/2024

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

Document Num	Description	URL
403650984	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388694
708902751	Inspection 708902750 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388690
708902752	Inspection 708902750 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388691