

**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:

01/31/2024

Submitted Date:

02/01/2024

Document Number:

707800692**FIELD INSPECTION FORM**Loc ID 334590 Inspector Name: Ramsey, Scott 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:16 Number of Comments3 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
266186	WELL	PR	07/04/2003	GW	045-09118	ARBANEY 3-16C (P3)	PR
270125	WELL	PR	07/19/2006	GW	045-09463	MAGIC 10-2 (P3)	PR
270126	WELL	PR	07/02/2006	GW	045-09462	MAGIC 10-1(P3)	PR
270127	WELL	PR	07/24/2006	GW	045-09461	MAGIC 10-1A (P3)	PR
270139	WELL	PR	07/19/2006	GW	045-09465	ARBANEY 3-15C (P3)	PR

General Comment:**ECMC Inspection Report Summary**

On Wednesday 1/31/2024, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus P3, at Location # 334590 in Garfield county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

While there, I observed normal production operations. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

During this inspection the following compliance issues were observed:

1. Chemical containment full of fluid not sufficient to contain possible spill
2. Methanol tank is lacking information
3. Well head is leaking.

Refer to photograph of observed compliance issue.

A follow up on this site inspection may be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

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

Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Methanol tank is lacking information		
Corrective Action:	Provide proper labeling (operator info)	Date:	03/07/2024
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Well head is leaking.		
Corrective Action:	Securely fasten all valves, pipes, and fittings to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition	Date:	03/07/2024
Type	OTHER		
Comment:	Chemical containment full of fluid not sufficient to contain possible spill		
Corrective Action:	Evacuate fluids in containments to provide adequate space in case of a spill	Date:	03/07/2024

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

Type: Bradenhead	# 5		corrective date
Comment:	All are tied into sales		
Corrective Action:		Date:	

Type: Ancillary equipment	# 1	
Comment:	Chemical tank in plastic containment	
Corrective Action:		Date:
Type: Gas Meter Run	# 6	
Comment:		
Corrective Action:		Date:
Type: Plunger Lift	# 5	
Comment:		
Corrective Action:		Date:
Type: Vertical Heated Separator	# 4	
Comment:		
Corrective Action:		Date:
Type: Bird Protectors	# 5	
Comment:		
Corrective Action:		Date:
Type: Emission Control Device	# 1	
Comment:		
Corrective Action:		Date:
Type: Horizontal Heated Separator	# 1	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate	
Comment:					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	500 BBLs	HEATED STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficent	Base Sufficent	Adequate	
Comment:					
Corrective Action:					Date: <div></div>

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date: <div></div>

Flaring:

Type			
Comment:			
Corrective Action:			Date: <div></div>

Inspected Facilities									
Facility ID:	266186	Type:	WELL	API Number:	045-09118	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	270125	Type:	WELL	API Number:	045-09463	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	270126	Type:	WELL	API Number:	045-09462	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	270127	Type:	WELL	API Number:	045-09461	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	270139	Type:	WELL	API Number:	045-09465	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
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
		Ditches				
Compaction						Light compaction in areas
		Gravel				Sparse to none
Berms						

Comment: Places with sparse to no gravel & light compaction are present on lease road and location. Sparse to no gravel and light compaction could lead to future stabilization and tracking issues.

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
707800700	Photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6416260