

**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:

01/29/2024

Submitted Date:

01/29/2024

Document Number:

702502311

FIELD INSPECTION FORMLoc ID 314236 Inspector Name: Burchett, Kirby 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:

11 Number of Comments

1 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
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
, Caerus	(970) 285-2600	COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
228100	WELL	PR	11/10/2021	GW	103-01016	U S A-PICEANCE CREEK T43-24G	PR

General Comment:**ECMC Inspection Report Summary**

On Monday, 01/29/2024, Inspector Kirby Burchett, conducted a follow up field inspection at Caerus Piceance LLC on the USA Piceance Creek T43-24G well, Location #314236, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District and Wildlife Management Plan with Black Bear, High Priority, NSO, and Density Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issue observed during Inspection #702502261 on 1/3/24. Corrective Action for tank battery sign has been resolved.

Inspection #702502128 on 11/14/23 found spacing from the separator to the wellhead to be 39 feet and the wellhead to production tank to be 38 feet. Well was drilled in 1967 and complied at the time. Minimum setback came into effect in 1986. Date of manufacture on the separator is 2002. Minimum setback was in effect when the separator was changed out. Separator should have been set a minimum of 75' from the wellhead at that time.

While there during normal operations no additional compliance issues were observed.

A follow up on this site inspection will be conducted to ensure all compliance issues have been corrected to comply with ECMC rules.

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

Type	WELLHEAD		
Comment:	As Wellhead signs are replaced: The Well name; The API Number; and Its legal location, including the quarter/quarter section will be required.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-285-2615 or 911

Corrective Action:

Date: _____

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: _____

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

Type	TANK BATTERY		
Comment:	Cattle panels		
Corrective Action:		Date:	

Equipment:

			corrective date
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:	Separator is 39 feet from the wellhead which was drilled in 1967. Date of manufacture on the separator is 2002 indicating separator was changed out after the 1986 rules which require a 75 foot setback.		

Corrective Action:	Operator needs to verify if a variance is acceptable or move separator to meet 75 foot minimum.		Date:	12/15/2023
Type: Bradenhead	# 1			
Comment:				
Corrective Action:			Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	OTHER	STEEL AST		,	
Comment:	Tank is located 38 feet from the wellhead. Tanks set before 1986 rule book and have been approved.					
Corrective Action:					Date:	

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	210	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate			
Comment:	Unlined			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS	
PRODUCED WATER	1	400 BBLs	STEEL AST		,	
Comment:						
Corrective Action:					Date:	

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate			
Comment:	Unlined			
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type		
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Comment:			
Corrective Action:		Date:	

Inspected Facilities									
Facility ID:	228100	Type:	WELL	API Number:	103-01016	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	November 2023 Production Report								
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

Comment: Limited Stormwater inspection due to snow.

Operator is responsible for maintaining Best Management Practices (BMPs) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

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
403670128	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6411133
702502312	Inspection Phoots	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6411131