

**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:

02/13/2024

Submitted Date:

02/14/2024

Document Number:

708903057**FIELD INSPECTION FORM**Loc ID: 334661 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:

19 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
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
264018	WELL	PR	08/12/2003	GW	045-08147	GMR 34-12 (N34)	PR
264019	WELL	PR	04/01/2021	GW	045-08172	GMR 34-12A (N34)	PR
264022	WELL	PR	06/18/2002	GW	045-08145	GMR 34-11A1 (N34)	PR

General Comment:**CECMC Inspection Report Summary**

On 02/13/2024 at approximately 10:41 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC GMR 34-12 (N34) Pad.
Location # 334661 in Garfield County Colorado.
Location is within High Priority/Density/Black Bear Habitat areas.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Rupture disc vent line lacks cap with a CA date of 02/21/2024
2. Tanks & Berms - Hole in liner/liner needs maintenance with a CA date of 03/05/2024

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.

Dual lease - shared facilities with location # 335226

Location

Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐

Signs/Marker:			
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
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:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Other	# 1		
Comment:	Rupture disc vent line lacks cap		
Corrective Action:	Vents on pressure safety devices will be designed to be clear and free of debris and water at all times.	Date:	02/21/2024
Type: Vertical Heated Separator	# 4		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	

Type: Bird Protectors	# 2	
Comment:		
Corrective Action:		Date:
Type: Other	# 1	
Comment: Telemetry		
Corrective Action:		Date:
Type: Horizontal Heated Separator	# 1	
Comment:		
Corrective Action:		Date:
Type: Deadman # & Marked	# 4	
Comment: Marked		
Corrective Action:		Date:
Type: Gas Meter Run	# 5	
Comment:		
Corrective Action:		Date:
Type: Plunger Lift	# 3	
Comment: All wells on plunger lift		
Corrective Action:		Date:
Type: Bradenhead	# 3	
Comment: Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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					
Comment:					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLs	STEEL AST		,
Comment: Centralized containment Tanks equipped with telemetry					

Corrective Action:		Date:		
Paint				
Condition	Adequate			
Other (Content)				
Other (Capacity)				
Other (Type)				
Berms				
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Inadequate	Walls Insufficient		Inadequate
Comment:		Hole in secondary containment liner/liner needs maintenance		
Corrective Action:		The liner will be sufficiently impervious so that any discharge from a primary containment system will not escape containment before cleanup occurs.		Date: 03/05/2024
Venting:				
Yes/No	NO			
Comment:				
Corrective Action:			Date:	
Flaring:				
Type				
Comment:				
Corrective Action:			Date:	

Inspected Facilities									
Facility ID:	264018	Type:	WELL	API Number:	045-08147	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	264019	Type:	WELL	API Number:	045-08172	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	264022	Type:	WELL	API Number:	045-08145	Status:	PR	Insp. Status:	PR
Producing Well									
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
		Ditches				
		Culverts				
		Gravel				Sparse to none
		Compaction				Light compaction in sections

Comment: Limited Stormwater inspection due to snow.Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
<u>Please refer to Equipment & Tanks & Berms for observed compliance issues.</u>	smelserw	02/14/2024
<u>Dual lease - shared facilities with location # 335226</u>		

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

Document Num	Description	URL
403688129	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6430267
708903058	Inspection 708903057 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6430265
708903059	Inspection 708903057 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6430266