

**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:

02/22/2024

Submitted Date:

02/23/2024

Document Number:

708903131**FIELD INSPECTION FORM**Loc ID 334851 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:

28 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 |
|--------------|-------|---|---------|
| , Caerus | | COGCC.inspections@caerus oilandgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|--------------------|-------------|
| 211088 | WELL | PR | 10/19/1994 | GW | 045-06846 | BENZEL 1-12 | PR |
| 270186 | WELL | PR | 05/20/2004 | GW | 045-09489 | BENZEL 1-12A (L1) | PR |
| 271415 | WELL | PR | 05/21/2004 | GW | 045-09878 | BENZEL 2-9D (L1B) | PR |
| 271416 | WELL | PR | 05/20/2004 | GW | 045-09879 | BENZEL 1-13B (L1B) | PR |

General Comment:**CECMC Inspection Report Summary**

On 02/22/2024 at approximately 12:06 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at CAERUS PICEANCE LLC BENZEL L1B Pad.

Location # 334851 in Garfield County Colorado.

Please refer to inspection 708901398 conducted on 08/17/2023, previous corrective actions have been completed.

Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area.

Location is approximately 312 yards from Dry Creek.

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 03/01/2024

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 | TANK LABELS/PLACARDS | | |
| Comment: | Methanol chemical label weathered, cracking & some info becoming illegible. | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | OTHER | | |
| Comment: | Signs at entrance to location | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Chemical tank | | |
| Corrective Action: | | Date: | |
| 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: | |

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:**

| | | | |
|---------------------------|---------------|-------|-----------------|
| Type: Ancillary equipment | # 1 | | corrective date |
| Comment: | Chemical tank | | |
| Corrective Action: | | Date: | |

| | | |
|---------------------------------|---|------------------|
| Type: Other | # 1 | |
| Comment: | Rupture disc vent line lacks cap | |
| Corrective Action: | Comply with CECMC pressure safety device rules | Date: 03/01/2024 |
| Type: Plunger Lift | # 4 | |
| Comment: | All wells on plunger lift | |
| Corrective Action: | | Date: |
| Type: Deadman # & Marked | # 1 | |
| Comment: | Marked | |
| Corrective Action: | | Date: |
| Type: Other | # 1 | |
| Comment: | Telemetry | |
| Corrective Action: | | Date: |
| Type: Bird Protectors | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Gas Meter Run | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Bradenhead | # 4 | |
| Comment: | Pressure transducers located on all bradenhead. All bradenhead valves are accessible. | |
| Corrective Action: | | Date: |
| Type: Gas Meter Run | # 1 | |
| Comment: | Summit Midstream | |
| Corrective Action: | | Date: |
| Type: Vertical Heated Separator | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|------------------------------|----------|-----------|---------|--------|
| CONDENSATE | 1 | 300 BBLs | STEEL AST | | , |
| Comment: | Tank equipped with telemetry | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|-------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | | | |

| | | | | | | | |
|--------------------|----------|---|---------------------|-------------|--------|-------|--|
| Comment: | | Centralized containment | | | | | |
| | | Unlined containment | | | | | |
| Corrective Action: | | | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS | | |
| METHANOL | 1 | 1000 GAL | STEEL AST | | , | | |
| Comment: | | Methanol chemical label weathered, cracking & some info becoming illegible. | | | | | |
| Corrective Action: | | | | | | Date: | |
| <u>Paint</u> | | | | | | | |
| Condition | Adequate | | | | | | |
| Other (Content) | | | | | | | |
| Other (Capacity) | | | | | | | |
| Other (Type) | | | | | | | |
| <u>Berms</u> | | | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | | |
| Metal | Adequate | | | | | | |
| Comment: | | Centralized containment | | | | | |
| | | Unlined containment | | | | | |
| Corrective Action: | | | | | | Date: | |
| <u>Venting:</u> | | | | | | | |
| Yes/No | NO | | | | | | |
| Comment: | | | | | | | |
| Corrective Action: | | | | | | Date: | |
| <u>Flaring:</u> | | | | | | | |
| Type | | | | | | | |
| Comment: | | | | | | | |
| Corrective Action: | | | | | | Date: | |

| Inspected Facilities | | | | | | | | | |
|----------------------|---------------------------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 211088 | Type: | WELL | API Number: | 045-06846 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| | | | | | | | | | |
| Facility ID: | 270186 | Type: | WELL | API Number: | 045-09489 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| | | | | | | | | | |
| Facility ID: | 271415 | Type: | WELL | API Number: | 045-09878 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| | | | | | | | | | |
| Facility ID: | 271416 | Type: | WELL | API Number: | 045-09879 | 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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|-----------------------------------|
| | | | | Material Handling And Spill Prevention | | Chemical tank containment |
| | | Culverts | | | | |
| Compaction | | | | | | Light compaction |
| Gravel | | | | | | Sparse to none in most areas |
| Berms | | | | | | |
| | | Compaction | | | | Light compaction in some sections |
| | | Ditches | | | | |
| | | Gravel | | | | Sparse to none |

Comment: [Places with sparse to no gravel & light compaction are present on location. Sparse/no gravel and light compaction could lead to future stabilization and tracking issues.](#)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| Please refer to Equipment for observed compliance issue. | smelserw | 02/23/2024 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|---|---|
| 708903132 | Inspection 708903131 photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6440316 |
| 708903133 | Inspection 708903131 Stormwater photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6440317 |