

**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:

04/16/2024

Submitted Date:

04/16/2024

Document Number:

708903567

FIELD INSPECTION FORM

Loc ID 334742 Inspector Name: Smelser, Wayne On-Site Inspection 2A Doc Num: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

ECMC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

Findings:

- 18 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
256759	WELL	PR	12/12/2003	GW	045-07497	MILLER 14-2	PR
273453	WELL	PR	11/11/2010	GW	045-10248	CEDAR SPRINGS RANCH 11-14D (B14W)	PR

General Comment:

[CECMC Inspection Report Summary](#)
On 04/16/2024 at approximately 12:29 hours, I, Compliance Specialist, Wayne Smelser Conducted a follow up inspection at CAERUS PICEANCE LLC MILLER 14-2 (B14W) Pad. Location # 334742 in Garfield County Colorado.
Please refer to inspection 707800331 conducted on 05/03/2023, previous corrective action has been completed. Location is within High Priority/Density/NSO/Black Bear Habitat areas. Location is approximately 160 yards from Dry Creek. While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Tanks & Berms - Possible tank failure – tank appears to be compromised, holes & corrosion on the top of tank with a CA date of 05/16/2024
2. Tanks & Berms - Holes in liner/liner needs maintenance with a CA date of 05/06/2024

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.

Any corrective actions from previous inspections that have not been addressed are still applicable.

Location

Lease Road:			
Type	Access		
comment:			
Corrective Action			Date:

Overall Good:

Signs/Marker:			
Type	OTHER		
Comment:	Signs on lease road near entrance to location		
Corrective Action:			Date:
Type	WELLHEAD		
Comment:			
Corrective Action:			Date:
Type	BATTERY		
Comment:			
Corrective Action:			Date:
Type	TANK LABELS/PLACARDS		
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: _____

Good Housekeeping:			
Type	WEEDS		
Comment:	Small amount of weeds in secondary containment		
Corrective Action:			Date:

Overall Good:

Spills:			
Type	Area	Volume	

In Containment:	No		
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			

Equipment:			corrective date
Type: Bradenhead	# 2		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		

Corrective Action:		Date:	
Type: Plunger Lift	# 2		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 2		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	<50 BBLs	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	500 gal
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal				
Comment:	Centralized containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	3	OTHER	STEEL AST		,
Comment:	Possible tank failure - 1 of the 3 tanks in battery appears to be compromised, holes & corrosion on the top of tank near thief hatch & area where dump line is tied into tank.				
Corrective Action:	Comply with CECMC rules for in-service tanks				Date: 05/16/2024

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	250 bbl	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Inadequate	Walls Insufficient		Inadequate
Comment:	2 holes in 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: 05/06/2024

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: 256759 Type: WELL API Number: 045-07497 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 273453 Type: WELL API Number: 045-10248 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

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 to none
		Compaction				
		Culverts				
Gravel						Sparse to none in areas
		Ditches				
Compaction						Light compaction in some areas
Waddles						
Hydro Mulch						
Ditches						
Berms						

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

ECMC Comments

Comment	User	Date
Please refer to Tanks & Berms for observed compliance issues.	smelserw	04/16/2024

Attached Documents

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

Document Num	Description	URL
708903568	Inspection 708903567 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511259
708903569	Inspection 708903567 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511260