

**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: \_\_\_\_\_**Operator Information:**

ECMC 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:**

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				
<b>Lease Road:</b>				
Type	Access			
comment:				
Corrective Action	L			Date:
Overall Good: <input type="checkbox"/>				
<b>Signs/Marker:</b>				
Type	OTHER			
Comment:	Signs on lease road near entrance to location			
Corrective Action:				Date:
Type	TANK LABELS/PLACARDS			
Comment:				
Corrective Action:				Date:
Type	BATTERY			
Comment:				
Corrective Action:				Date:
Type	WELLHEAD			
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: _____
<b>Good Housekeeping:</b>				
Type	WEEDS			
Comment:	Small amount of weeds in secondary containment			
Corrective Action:				Date:
Overall Good: <input type="checkbox"/>				
<b>Spills:</b>				
Type	Area	Volume		
In Containment: No _____				
Comment: _____				
<input type="checkbox"/> Multiple Spills and Releases?				
<b>Equipment:</b>				
Type: Bradenhead	# 2			corrective date
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: 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:	
Type: Gas Meter Run	# 2		
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 in areas
		Ditches				
Waddles						
Hydro Mulch						
Berms						
Ditches						
Compaction						Light compaction in some areas
		Culverts				
		Compaction				
		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

**ECMC Comments**

Comment	User	Date
<span style="color: blue;">Please refer to Tanks &amp; Berms for observed compliance issues.</span>	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
403757146	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511261">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511261</a>
708903568	Inspection 708903567 Stormwater photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511259">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511259</a>
708903569	Inspection 708903567 photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511260">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6511260</a>