

**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:

04/29/2024

Submitted Date:

05/01/2024

Document Number:

696205774

FIELD INSPECTION FORMLoc ID 334899 Inspector Name: Trujillo, Aaron 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:

13 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
,		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
264146	WELL	PR	11/01/2021	GW	045-08180	BENZEL 36-15B (K36B)	RI
264148	WELL	PR	06/22/2002	GW	045-08181	BENZEL 36-7C (K36B)	RI
264149	WELL	PR	04/07/2003	GW	045-08182	BENZEL 36-12A (K36B)	RI

General Comment:

On 4/29/2024, Reclamation Specialist Trujillo conducted an interim reclamation inspection at Caerus Piceance LLC's Benzel K36B location in Garfield County, Colorado.

Location is within High Priority Habitat- Elk Severe Winter Range; Elk Winter Concentration Area; Mule Deer Winter Concentration Area.

The following compliance issues were observed during this inspection:

- Interim reclamation
- Anchor Marking requirements

Refer to the "Location" and "Reclamation" section of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspection that have not been addressed are still applicable.

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

Type	OTHER		
Comment:	Location		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signage does not comport with current 605 requirements.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-285-2615 / 911

Corrective Action:

Date: _____

Overall Good: ☒**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	2	300 BBLS	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition					
Other (Content)	Produced water / Condensate mix				
Other (Capacity)					
Other (Type)					

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal				Adequate
Comment:	Containment measure appeared to be in proper functioning condition at time of inspection.			
Corrective Action:				Date:

Venting:			
Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:			
Type			
Comment:			
Corrective Action:		Date:	

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment Fencing not observed on Location.

Corrective Action _____ Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

Comment _____

Corrective Action _____ Date _____

1002c. PROTECTION OF SOILS _____ In Process _____

Comment No stockpiled soils observed. Topsoil for future reclamation efforts likely spread over interim areas.

Corrective Action _____ Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____ Pass _____

Comment _____

Corrective Action _____ Date _____

1003a. Waste and Debris removed? _____ Pass _____

Comment No waste or debris observed on the interim or production areas of the Location.

Corrective Action _____ Date _____

Unused or unneeded equipment onsite? _____ Pass _____

Comment No unused or unneeded equipment observed on the interim or production areas of the Location.

Corrective Action _____ Date _____

Pit, cellars, rat holes and other bores closed? _____ Pass _____

Comment _____

Corrective Action _____ Date _____

Guy line anchors marked? _____ Fail _____

Comment Anchor next to separator equipment observed missing required marking. No other anchors were observed; unclear if anchors are also not marked, or have been removed from the Location.Corrective Action Comply with 1003.a. If anchors are no longer necessary on the Location, anchor should be removed pursuant to 606 requirements. Date **06/01/2024**

1003b. Area no longer in use? PassProduction areas stabilized ? In

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? In

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-CroplandTop soil replaced _____ Recontoured _____ 80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? I

Comment The overall status of the interim reclamation, pursuant to 1003 rules, is "in process". There are two areas on the southern interim that are bare and unvegetated. Additional reclamation efforts required within these areas.

Remaining interim areas along the west, north and east end of the Location have met 1003.e revegetation requirements.

Corrective Action Comply with 1003 rules and conduct additional reclamation efforts at unvegetated areas within the southern interim areas of the Location.

Date 06/01/2024Overall Interim Reclamation In Process**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: _____

Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Inspector Name: Trujillo, Aaron

Comment:		Date	
Corrective Action:			
Overall Final Reclamation		Well Release on Active Location <input type="checkbox"/>	Multi-Well Location <input type="checkbox"/>

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment:	<p>No immediate stormwater issues observed at time of inspection. Gravel material over working pad surface sparse; unclear if BMPs are sufficient to stabilize WPS during wet condition.</p> <p>A thick layer of gravel has been placed at the Location entrance as a "VTC"; aggregate appears to be single sized material- BMP has not been constructed with course multi-angular rock of appropriate size; BMP does not appear to be per good engineering practices and is unlikely to be effective during wet or muddy conditions; sediment tracking/transport evident.</p>	Date:
Corrective Action:		

Pits: ☐ NO SURFACE INDICATION OF PIT

Attached Documents

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

Document Num	Description	URL
403775525	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6531829
696205775	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6531827