

**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:

05/22/2024

Submitted Date:

05/22/2024

Document Number:

715500060

FIELD INSPECTION FORM

Loc ID 316338 Inspector Name: Burchett, Kirby 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:

- 21 Number of Comments
- 7 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	(970) 285-2600	COGCC.inspections@caerusoilandgas.com	
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
267008	WELL	PR	11/01/2023	GW	103-10293	LITTLE HILLS FEDERAL F31X-35G	PR

General Comment:

[ECMC Inspection Report Summary](#)

On Wednesday, 05/22/2024, Inspector Kirby Burchett, conducted a follow up field inspection at Caerus Piceance LLC on the Little Hills Federal F31X-35G well, Location #316338, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District, Wildlife Management Plan and Black Bear area with High Priority, NSO, and Density Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issues observed during Insp. #702502263 on 1/3/24. The following Corrective Action is unresolved and original due date will remain.

- 1. Random debris
- Refer to Inspection Photos for observed compliance issues.

While there during normal operations the following compliance issues were observed:

- 1. Unused equipment.
 - 2. Equipment open to wildlife.
 - 3. Unmarked anchor.
 - 4. Relief riser missing protective cap.
 - 5. Stormwater BMPs need maintenance.
 - 6. Tank labels missing required information.
- Refer to Inspection Photos for observed compliance issues.

A follow up on this site inspection will be conducted to ensure all compliance issues have been corrected to comply with ECMC rules.

Location

Overall Good:

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Tank labels missing required information.		
Corrective Action:	All Tanks and Containers will be labeled pursuant to Rule 605. h. (1). All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information: Name of Operator; Operator's emergency contact telephone number; Tank capacity; Tank contents; and NFPA label or equivalent globally harmonized label.	Date:	06/22/2024
Type	OTHER		
Comment:	Separator units include attached storage tanks. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	As Location Entrance signs are replaced: The Well name; The Commission's Location identification number (ID #); The Operator's telephone number where it may be reached at all times; and the Telephone number(s) for local emergency services (911 where available) will be required.		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	As Wellhead signs are replaced: The Well name; The API Number; and Its legal location, including the quarter/quarter section will be required.		
Corrective Action:		Date:	

Emergency Contact Number:			
Comment:	970-285-2615 or 911		
Corrective Action:		Date:	

Good Housekeeping:			
Type	UNUSED EQUIPMENT		
Comment:	Equipment not hooked up and in use.		
Corrective Action:	All equipment not hooked up or out of service will be removed from location.	Date:	06/07/2024
Type	DEBRIS		
Comment:	Random debris		
Corrective Action:	All excess materials, rubbish, supplies, trash, or other waste material will be properly contained until removed from the Oil and Gas Location. At no time will debris be placed or remain on the ground.	Date:	01/11/2024

Overall Good:

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

Multiple Spills and Releases?

Fencing/:			
Type	TANK BATTERY		
Comment:	Cattle panels		
Corrective Action:			Date:
Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:			Date:

Equipment:			corrective date
Type: Horizontal Heated Separator	# 1		
Comment:	Relief riser missing protective cap		
Corrective Action:	Vents on pressure safety devices will terminate in a manner so as not to endanger the public or adjoining facilities. They will be designed to be clear and free of debris and water at all times.		Date: <u>06/07/2024</u>
Type: Deadman # & Marked	# 14		
Comment:	1 unmarked anchor		
Corrective Action:	All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor.		Date: <u>06/06/2024</u>
Type: Ancillary equipment	# 1		
Comment:	Chemical tank on containment. Disconnected.		
Corrective Action:			Date:
Type: Plunger Lift	# 1		
Comment:			
Corrective Action:			Date:
Type: Pig Station	# 1		
Comment:	Wildlife protection devices not adequate.		
Corrective Action:	Install or repair wildlife protection equipment.		Date: <u>06/02/2024</u>
Type: Bradenhead	# 1		
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 1		
Comment:	Inside separator		
Corrective Action:			Date:
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:			Date:

Tanks and Berms:						
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	OTHER	STEEL AST		,	
Comment:						
Corrective Action:						Date:
Paint						
Condition	Adequate					
Other (Content)						
Other (Capacity) 210						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate					
Comment:		Lined				
Corrective Action:						Date:
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	400 BBLs	STEEL AST		,	
Comment:						
Corrective Action:						Date:
Paint						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate					
Comment:		Lined				
Corrective Action:						Date:
Contents	#	Capacity	Type	Tank ID	SE GPS	
PRODUCED WATER	1	400 BBLs	STEEL AST		,	
Comment:						
Corrective Action:						Date:
Paint						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		

Metal	Adequate				
Comment:	Lined				
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	OTHER	STEEL AST		,
Comment:					
Corrective Action:				Date:	
Paint					
Condition	Adequate				
Other (Content)					
Other (Capacity)	210				
Other (Type)					
Berms					
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate				
Comment:	Lined				
Corrective Action:				Date:	
Venting:					
Yes/No	NO				
Comment:					
Corrective Action:				Date:	
Flaring:					
Type					
Comment:					
Corrective Action:				Date:	

Inspected Facilities

Facility ID: 267008 Type: WELL API Number: 103-10293 Status: PR Insp. Status: PR

Producing Well

Comment: [March 2024 Production Report](#)

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
		Culverts				
				Material Handling And Spill Prevention		
Ditches						
Drains						
Berms						
		Ditches				

Comment: Insufficient Stormwater BMPs to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Corrective Action: Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control Stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation.

Date: 06/07/2024

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
715500061	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6558809