

**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:

05/30/2024

Submitted Date:

06/11/2024

Document Number:

696205854

FIELD INSPECTION FORMLoc ID 335904 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:**

4 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
Arauz, Steven		steven.arauza@state.co.us	
,		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
335904	LOCATION	AC			-	NPM G35-496 Pad	RI

General Comment:

On 5/30/2024 Reclamation Specialist Trujillo conducted an inspection at Caerus Piceance LLC's NPM/G35-496 Pad Location in Garfield County, Colorado.

The following new compliance issues were observed during this inspection:
-Reclamation

Refer to the "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.

Inspected Facilities									
Facility ID:	335904	Type:	LOCATION	API Number:	-	Status:	AC	Insp. Status:	RI
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									

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

Date Interim Reclamation Started: _____

Date Interim Reclamation Completed: _____

Land Use: OTHER, RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

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

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

- 1003b. Area no longer in use? Fail Production areas stabilized ? _____
- 1003c. Compacted areas have been cross ripped? Fail
- 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? _____
- Production areas have been stabilized? _____ Segregated soils have been replaced? Fail

RESTORATION AND REVEGETATIONCropland

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

Non-Cropland

Top soil replaced Fail Recontoured Fail 80% Revegetation _____

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? _____

Comment See "COGCC Comments" at the end of this report.

Corrective Action Comply with Rule 1003.b. Comply with Rule 406.e.

Location will remain out of compliance until corrective actions have been resolved, and interim reclamation performed.

Date _____

Overall Interim Reclamation Fail

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: RANGELAND

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 _____

Comment: _____

Corrective Action: _____

Date _____

Overall Final Reclamation _____	Well Release on Active Location <input type="checkbox"/>	Multi-Well Location <input type="checkbox"/>
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ECMC Comments		
Comment	User	Date
<p style="color: blue; margin: 0;">RECLAMATION COMMENT</p> <p style="color: blue; margin: 5px 0 0 0;">Per records:</p> <p style="color: blue; margin: 5px 0 0 0;">-Wells 045-14529/14528 TAd. Per form 6As, wells to be plugged by 12/31/2029.</p> <p style="color: blue; margin: 5px 0 0 0;">-Well 045-24343 records show well was PAd 9/15/2022. Form 6(s) in process at time of FIR submission.</p> <p style="color: blue; margin: 5px 0 0 0;">-Well 045-24338 status "Expired Permit". Form 4 to abandon the permit needs to be submitted.</p> <p style="color: blue; margin: 5px 0 0 0;">-Well 045-14530 last well on the Location with an active permit that hasn't been drilled; drilling/completion operations no longer occurring on Location.</p> <p style="color: blue; margin: 5px 0 0 0;">-Conductors, likely associated with 045-14630 and 045-24343, remaining on the Location. Pursuant to 406.e, conductors not drilled within 6 months require plugging and reclamation.</p> <p style="color: blue; margin: 5px 0 0 0;">-Drill cuttings have been removed from the trench and disposed off-site, however, Remediation Project Nos. #26507 regarding cuttings is active. Remediation Proj. #24104 related to a spill also in process on the Location.</p> <p style="color: blue; margin: 5px 0 0 0;">Ongoing/continuous drilling operations are not occurring and records show that the Rig was released from the Location on 6/7/2022; unable to find record of an approved variance for Delayed Operations per the 1/5/2017 Interim Reclamation NTO. All remaining/drilled wells were completed by 9/12/2022, and all equipment associated with drilling and completion operations have been removed from the Location. Pursuant to Rule 1003.b, interim reclamation was due 3/2023.</p>	trujilloam	06/11/2024

Attached Documents

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

Document Num	Description	URL
403821605	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6583124
696205855	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6583116