

**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:

08/21/2024

Submitted Date:

08/22/2024

Document Number:

708904399

FIELD INSPECTION FORMLoc ID 324060 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:**

22 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
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
89038	WELL	PR	10/01/2003	GW	045-07366	COUEY 17-4 (D17E)	PR

General Comment:**CECMC Inspection Report Summary**

On 08/21/2024 at approximately 10:48 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at Caerus Piceance LLC COUEY 17-4 (D17E) Pad.

Location # 324060 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear/NSO Habitat areas.

Location is approximately 9 yards from West Mamm Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Tunnel erosion & transport of sediment off location & Erosion & transport of sediment/insufficient BMP's along spur road to location with a CA date of 09/06/2024

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.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**Signs/Marker:**

Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Wellhead sign at separator		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at intersection of Mamm Creek Road & start of lease road		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at begining of spur road		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator unit includes attached storage tank. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment:	911/970-285-2615	
Corrective Action:		Date: _____

Overall Good: ☐**Spills:**

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

Fencing/:

Type	SEPARATOR		
Comment:	Cattle panels		
Corrective Action:		Date:	

Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Plunger Lift	# 1		
Comment:	Well on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	Pressure transducer located on bradenhead, bradenhead valve is accessible		
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	Adequate									
Comment:	<div>Centralized containment</div> <div>Unlined containment</div>									
Corrective Action:								Date:		
Contents		#	Capacity	Type		Tank ID	SE GPS			
CONDENSATE		1	300 BBLS	STEEL AST			,			

Comment:		Tank equipped with telemetry					
Corrective Action:						Date:	
<u>Paint</u>							
Condition	Adequate						
Other (Content)							
Other (Capacity)							
Other (Type)							
<u>Berms</u>							
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance			
Metal	Adequate						
Comment:		Centralized containment					
		Unlined containment					
Corrective Action:						Date:	
<u>Venting:</u>							
Yes/No	NO						
Comment:							
Corrective Action:						Date:	
<u>Flaring:</u>							
Type							
Comment:							
Corrective Action:						Date:	

Inspected Facilities									
Facility ID:	89038	Type:	WELL	API Number:	045-07366	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
Compaction						Small amount of light compaction
		Ditches				
		Other				Erosion & transport of sediment/insufficient BMP's
		Gravel				Sparse to none in sections
		Compaction				
Other						Tunnel erosion & transport of sediment
		Culverts				
Gravel						Sparse to none in areas

Comment: 1. Tunnel erosion & transport of sediment off location in multiple areas (W/NW side of location)
 2. Erosion & transport of sediment/insufficient BMP's along spur road to location/sediment migration from slope onto spur road in multiple areas
 * Drainage from culverts along spur road contribute to West Mamm Creek

Corrective Action: **Comply with CECMC Stormwater rules**

Date: 09/06/2024

Pits: ☒ NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Stormwater for corrective actions	smelserw	08/22/2024

Attached Documents

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

Document Num	Description	URL
708904400	Inspection 708904399 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6678877
708904401	Inspection 708904399 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6678878