

**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:

08/25/2024

Document Number:

708904414

FIELD INSPECTION FORMLoc ID 334618 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:**

26 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
Toews, Wesley		wtoews@blm.gov	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
280630	WELL	PR	07/29/2008	GW	045-11302	MCU 26-8C (D25W)	PR
280631	WELL	PR	09/20/2006	GW	045-11301	HMU 26-1C (D25W)	PR
291925	WELL	PR	07/26/2008	GW	045-14546	HMU 25-3D(D25W)	PR

General Comment:**CECMC Inspection Report Summary**

On 08/21/2024 at approximately 12:52 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC HMU Federal 24-13A1 (D25W) Pad.
Location # 334618 in Garfield County Colorado.
Location is within Black Bear Habitat area.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Fencing - Barbed wire fence around location needs maintenance/wildlife hazard with a CA date of 09/01/2024
2. Tanks & Berms - Hole in liner/liner needs maintenance with a CA date of 09/14/2024

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	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:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signs in front of separators		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

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

Good Housekeeping:

Type	WEEDS		
Comment:	Small amount of weeds in secondary containment & around wellheads		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?**Fencing/:**

Type	WELLHEAD		
Comment:	Jersey barriers		

Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Jersey barriers		
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire fence Barbed wire fence needs maintenance in multiple areas around location/wildlife hazard		
Corrective Action:	Comply with CECMC wildlife rules	Date:	<u>09/01/2024</u>
Type	OTHER		
Comment:	Pig station - pipe rail fence		
Corrective Action:		Date:	

Equipment:

					corrective date
Type: Plunger Lift	# 3				
Comment:	All wells on plunger lift				
Corrective Action:				Date:	
Type: Gas Meter Run	# 1				
Comment:	Summit Midstream				
Corrective Action:				Date:	
Type: Horizontal Heated Separator	# 3				
Comment:					
Corrective Action:				Date:	
Type: Bradenhead	# 3				
Comment:	Pressure transducers located on all bradenhead, bradenhead valves are accessible.				
Corrective Action:				Date:	
Type: Deadman # & Marked	# 1				
Comment:	Marked				
Corrective Action:				Date:	
Type: Gas Meter Run	# 3				
Comment:					
Corrective Action:				Date:	
Type: Pig Station	# 1				
Comment:					
Corrective Action:				Date:	
Type: Bird Protectors	# 3				
Comment:					
Corrective Action:				Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	1000 GAL	STEEL AST		,	

Comment:						Date:	
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							
Comment:	Centralized containment					Date:	
Corrective Action:						Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS		
CONDENSATE	2	300 BBLs	STEEL AST		,		
Comment:	Tanks equipped with telemetry					Date:	
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	Inadequate	Walls Insufficient		Inadequate			
Comment:	Hole in secondary containment liner/liner needs maintenance					Date:	
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:	09/14/2024
<u>Venting:</u>							
Yes/No	NO					Date:	
Comment:						Date:	
Corrective Action:						Date:	
<u>Flaring:</u>							
Type						Date:	
Comment:						Date:	
Corrective Action:						Date:	

Inspected Facilities									
Facility ID:	280630	Type:	WELL	API Number:	045-11302	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:	280631	Type:	WELL	API Number:	045-11301	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:	291925	Type:	WELL	API Number:	045-14546	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
		Ditches				
Compaction						Small amount of light compaction
		Culverts				
		Compaction				Light compaction in some sections
		Other				Mag chloride on some sections
Gravel						Sparse to none in small areas
		Gravel				Sparse to none in sections

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Fencing & Tanks & Berms for corrective actions & also refer to Housekeeping for comments.	smelserw	08/25/2024

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

Document Num	Description	URL
708904415	Inspection 708904414 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6680826
708904416	Inspection 708904414 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6680827