

**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:

08/28/2024

Submitted Date:

08/30/2024

Document Number:

708904448

FIELD INSPECTION FORMLoc ID 334283 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:**

29 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
262969	WELL	PR	10/01/2017	GW	045-08078	SHIDELER 31-8A1 (H31)	PR
262970	WELL	PR	09/13/2012	GW	045-08079	SHIDELER 31-7A(H31)	PR
262971	WELL	SI	11/01/2022	GW	045-08080	SHIDELER 31-1 (H31)	SI
262973	WELL	PR	06/01/2019	GW	045-08082	SHIDELER 31-9A (H31)	PR

General Comment:**CECMC Inspection Report Summary**

On 08/28/2024 at approximately 13:17 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC SHIDELER 31-8A1 (H31) Pad.
Location # 334283 in Garfield County Colorado.

Location is within Black Bear Habitat area & in close proximity to High Priority/NSO Habitat areas.

Location is approximately 275 yards from East Mamm Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Subsidence near meter house & separator units 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:	Sign near entrance to location		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at start of lease road		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Wellhead signs at separators		
Corrective Action:		Date:	
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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Small amount of staining near 2 wellheads		
Corrective Action:		Date:	
Type	WEEDS		
Comment:	Small amount of weeds on location		
Corrective Action:		Date:	

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment: ☐ Multiple Spills and Releases?

<u>Fencing/:</u>			
Type	OTHER		
Comment:	Pig station - pipe rail fence		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Combination of cattle panels, hog panels & barbed wire		
Corrective Action:		Date:	
Type	TANK BATTERY		
Comment:	Combination of hog panels & barbed wire		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:		Date:	

<u>Equipment:</u>			corrective date
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Gas Meter Run	# 4		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 2		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 4		
Comment:	Pressure transducers located on all bradenhead, bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 2		
Comment:	SHIDELER 31-1 & SHIDELER 31-8A1 wells not on plunger lift remaining 2 wells on plunger lift		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 2		

Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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:	Centralized containment Unlined containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLS	STEEL AST		,
Comment:	Tanks equipped with telemetry				
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate			
Comment:	Centralized containment Unlined containment			
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:	Date:	

Flaring:

Type		
Comment:		

Corrective Action:		Date:	
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Inspected Facilities									
Facility ID:	262969	Type:	WELL	API Number:	045-08078	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well not on plunger lift								
Corrective Action:						Date:			
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	262970	Type:	WELL	API Number:	045-08079	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:	262971	Type:	WELL	API Number:	045-08080	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose:	<input checked="" type="checkbox"/> Shut In		<input type="checkbox"/> Temporarily Abandoned		Reminder:				
Comment:	Shut In								
Corrective Action:						Date:			
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	262973	Type:	WELL	API Number:	045-08082	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
		Culverts				
		Compaction				
Berms						
Retention Ponds						
Compaction						Small amount of light compaction
Ditches						
		Other				Mag chloride on some sections of lease road
		Ditches				
Other	Fail					Subsidence near meter house & separator units
		Gravel				Sparse to none in sections
Gravel						Sparse to none in areas

Comment: 1. Subsidence near meter house & separator units (area of subsidence is also a safety hazard)

Corrective Action: Comply with CECMC Stormwater rules

Date: 09/14/2024

Pits: ☒ NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Stormwater for corrective action	smelserw	08/30/2024

Attached Documents

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

Document Num	Description	URL
403907079	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6689234
708904449	Inspection 708904448 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6689232
708904450	Inspection 708904448 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6689233