

**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:

09/06/2024

Submitted Date:

09/15/2024

Document Number:

708904590

**FIELD INSPECTION FORM**Loc ID 334291 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
264738	WELL	PR	06/01/2024	GW	045-08942	HMU 7-14 (N7SE)	PR
268309	WELL	PR	06/01/2024	GW	045-09250	HMU 7-15A (N7SE)	PR

**General Comment:****CECMC Inspection Report Summary**

On 09/06/2024 at approximately 12:44 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC HMU 7-14 (N7SE) Pad.

Location # 334291 in Garfield County Colorado.

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

Location is approximately 21 yards from a creek &amp; drainage from location contributes to the creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Signs/Marker - Tank label damaged/does not comply with CECMC rules with a CA date of 10/15/2024
2. Stormwater - Erosion & transport of sediment onto & off of location/insufficient BMP's, erosion & transport of sediment off lease road & insufficient BMP's/runoff controls for ditch with a CA date of 09/30/2024

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	TANK LABELS/PLACARDS		
Comment:	Tank label damaged/does not comply with CECMC labeling rules		
Corrective Action:	Comply with CECMC tank labeling rules	Date:	10/15/2024
Type	WELLHEAD		
Comment:	Wellhead signs at separators		
Corrective Action:		Date:	

**Emergency Contact Number:**

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

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

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

Type	OTHER		
Comment:	Pig station - pipe rail fence		
Corrective Action:		Date:	

**Equipment:**

			corrective date
Type: Gas Meter Run	# 2		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 1		

Comment:	HMU 7-15A well not on plunger lift			
	HMU 7-14 well on plunger lift			
Corrective Action:			Date:	
Type: Bird Protectors	# 2			
Comment:				
Corrective Action:			Date:	
Type: Pig Station	# 1			
Comment:				
Corrective Action:			Date:	
Type: Horizontal Heated Separator	# 2			
Comment:				
Corrective Action:			Date:	
Type: Bradenhead	# 2			
Comment:	Pressure transducers located on all bradenhead, bradenhead valves are accessible.			
Corrective Action:			Date:	
Type: Gas Meter Run	# 1			
Comment:	Summit Midstream			
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:	Centralized containment				
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	OTHER	STEEL AST		,
Comment:	Tanks equipped with telemetry				
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		

Other (Capacity) 250 bbl	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate			
Comment:	Centralized containment Unlined containment Small amount of damage/buckling on secondary containment - please refer to photo log			
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	264738	Type:	WELL	API Number:	045-08942	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:	268309	Type:	WELL	API Number:	045-09250	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									

**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						
		Other				Mag chloride on some sections of lease road
		Culverts				Sediment & debris buildup/capacity of BMP reduced
		Gravel				Sparse to none in sections
		Other	Fail			Erosion & sediment transport off edge of road
		Ditches				
Rip Rap						BMP may need maintenance in near future
Gravel						Sparse to none in areas
Ditches	Fail					Insufficient BMP's/runoff controls
		Rip Rap				BMP's showing some signs of erosion
Other	Fail					Erosion & transport of sediment off location
Other	Fail					Erosion & transport of sediment onto location
		Compaction				

Comment: 1. Erosion on slope & transport of sediment onto location/insufficient BMP's (east side of location)

2. Erosion on slope & transport of sediment/insufficient BMP's (E/NE area of location)

3. Insufficient BMP's/runoff controls in ditch, sediment is being carried off location & into a vegetated area & towards a nearby creek/drainage (NE area of location near entrance to location)

4. Erosion & transport of sediment into a vegetated area/BMP's need maintenance (near entrance to location)

5. Erosion & transport of sediment off edge of lease road (near culvert on lease road near entrance to location)

6. Erosion on slope & transport of sediment off location & into a vegetated area (near Summit Midstream meter house)

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

Date: 09/30/2024

**Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Signs/Marker & Stormwater for corrective actions & refer to Tanks & Berms for comments.	smelserw	09/15/2024

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

Inspector Name: Smelser, Wayne

Document Num	Description	URL
708904591	Inspection 708904590 Stormwater photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6708014">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6708014</a>
708904592	Inspection 708904590 photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6708015">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6708015</a>