

**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:

10/03/2024

Submitted Date:

10/05/2024

Document Number:

708904730

FIELD INSPECTION FORM

Loc ID 334291 Inspector Name: Smelser, Wayne On-Site Inspection 2A Doc Num: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

ECMC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

Findings:

19 Number of Comments
0 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 |
|---------------|-------|--------------------------------|---------|
| QB Energy | | ecmc.inspections@qb-energy.com | |
| Toews, Wesley | | wtoews@blm.gov | |

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 10/03/2024 at approximately 12:22 hours, I, Compliance Specialist, Wayne Smelser Conducted a follow up inspection at QB Energy HMU 7-14 (N7SE) Pad. Location # 334291 in Garfield County Colorado.
Please refer to inspection 708904590 conducted on 09/06/2024, previous corrective actions have been completed.
Location is within High Priority/Density/NSO/Black Bear Habitat areas.
Location is approximately 21 yards from a creek, drainage from location contributes to the creek.
While there, I observed normal production operations.

This is a summary of inspection report.

Location

Lease Road:

| | | | |
|-------------------|--------|--|-------|
| Type | Access | | |
| comment: | | | |
| Corrective Action | | | Date: |

Overall Good:

Signs/Marker:

| | | | |
|--------------------|--|--|-------|
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| 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: |

Emergency Contact Number:

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

Overall Good:

Spills:

| Type | Area | Volume | | | |
|------|------|--------|--|--|--|
| | | | | | |

In Containment: No _____

Comment: _____

Multiple Spills and Releases?

Fencing/:

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

Equipment:

| | | | corrective date |
|-----------------------|-----|--|-----------------|
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Gas Meter Run | # 2 | | |
| Comment: | | | |

| | | | |
|-----------------------------------|---|-------|--|
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 2 | | |
| Comment: | Pressure transducers located on all bradenhead, bradenhead valves are accessible. | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 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: Pig Station | # 1 | | |
| Comment: | | | |
| 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 Unlined 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 | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|--|
| Ditches | | | | | | |
| | | Gravel | | | | Sparse to none in sections |
| | | Ditches | | | | |
| Rip Rap | | | | | | |
| | | Culverts | | | | |
| Gravel | | | | | | Sparse to none in areas |
| | | Compaction | | | | |
| | | Other | | | | Mag chloride on some sections of lease road |
| Berms | | | | | | |
| Check Dams | | | | | | |
| | | Rip Rap | | | | BMP's showing some signs of erosion |
| Compaction | | | | | | Some signs of lack of stabilization/compaction |
| | | Check Dams | | | | |
| Seeding | | | | | | |

Comment: [Some signs of lack of stabilization/compaction in small area near separator units](#)
[Small amount of erosion developing on slope behind separators](#)

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

Attached Documents

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

| Document Num | Description | URL |
|--------------|---|---|
| 708904731 | Inspection 708904730 Stormwater photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6734681 |
| 708904732 | Inspection 708904730 photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6734682 |