

**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:

12/19/2024

Submitted Date:

12/19/2024

Document Number:

708905288**FIELD INSPECTION FORM**Loc ID 335320 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:

23 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
QB Energy		ecmc.inspections@qb-energy.com	
Arauza, Steven		steven.arauza@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
266747	WELL	SI	12/01/2023	GW	045-09175	LAZIER 26-2A (P23B)	SI
266749	WELL	SI	01/01/2024	GW	045-09176	LAZIER 23-16A(923B)	SI
266946	WELL	SI	12/01/2023	GW	045-09190	BENZEL 25-4B (P23B)	SI

General Comment:**CECMC Inspection Report Summary**

On 12/19/2024 at approximately 15:55 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at QB Energy LAZIER 26-2A (P23B) Pad.

Location # 335320 in Garfield County Colorado.

Please refer to inspection 708905217 conducted on 12/10/2024, previous corrective actions have been completed.

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

Location is within Rule 411a Surface Water Internal Buffer & Rule 411b Generalized Intermediate Buffer.

Location is approximately 18 yards from Dry Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Housekeeping - E & P/Oily waste in secondary containment with a CA date of 12/21/2024

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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign near entrance to location		
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	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	BATTERY		
Comment:	Battery sign not located at battery - please refer to photo log		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Wellhead signs at separators		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	E & P/Oily waste in secondary containment (additionally waste in secondary containment is also a wildlife hazard)		
Corrective Action:	Comply with CECMC rules regarding E & P/Oily waste	Date:	12/21/2024

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Vertical Heated Separator	# 3		
Comment:			
Corrective Action:			Date:
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:			Date:
Type: Bradenhead	# 3		
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible		
Corrective Action:			Date:
Type: Gas Meter Run	# 3		
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:			Date:
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:			Date:
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	300 BBLS	STEEL AST		,	
Comment:	Tank 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	Walls Sufficent		
Comment:				
Corrective Action:				
			Date:	

Venting:

Yes/No	NO		
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Comment:			
Corrective Action:		Date:	
Flaring:			
Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities									
Facility ID:	266747	Type:	WELL	API Number:	045-09175	Status:	SI	Insp. Status:	SI
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:	266749	Type:	WELL	API Number:	045-09176	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:	266946	Type:	WELL	API Number:	045-09190	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									

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				
Gravel						Sparse to none in areas
		Gravel				Sparse in areas
Sediment Traps						
Berms						
				Material Handling And Spill Prevention		Chemical tank containment
		Tracking Pad				Aggregate/gravel based VTC
Compaction	Fail					Lack of stabilization/compaction

Comment: [Lack of stabilization/compaction near tank battery](#)

[Aggregate/gravel based VTC at start of lease road. Dimensions & details are as follows - approximately 54 ft long, 21 ft wide & varying depths from 2-3 inches, length & depth insufficient, area does not appear to have been excavated & no class 2 geotextile fabric observed.](#)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Housekeeping for corrective action & also refer to Signs/Marker & Stormwater for comments.	smelserw	12/19/2024

Attached Documents

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

Document Num	Description	URL
708905289	Inspection 708905288 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6835570
708905290	Inspection 708905288 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6835571