

**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:

12/27/2024

Document Number:

708905345**FIELD INSPECTION FORM**Loc ID 334667 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**27 Number of Comments2 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
211142	WELL	PR	04/11/2005	GW	045-06901	RULISON FEDERAL 1-13	PR
271473	WELL	PR	04/01/2021	GW	045-09890	RULISON FED 1-423D	PR
271474	WELL	PR	12/06/2004	GW	045-09889	RULISON FED. 1-414D	PR
271519	WELL	PR	09/01/2017	GW	045-09899	RULISON FED 2-444D	PR
271520	WELL	PR	12/09/2004	GW	045-09900	RULISON FED. 1-313D	PR

General Comment:**CECMC Inspection Report Summary**

On 12/19/2024 at approximately 15:11 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at QB Energy RULISON FEDERAL 1-13 (RM1) Pad.

Location # 334667 in Garfield County Colorado.

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

Location is in close proximity to Rule 411a Surface Water External Buffer.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Open ended load line with a CA date of 01/03/2025

2. Tanks & Berms - Secondary containment liner needs maintenance with a CA date of 01/16/2025

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:	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	WELLHEAD		
Comment:	Wellhead signs at separators		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign near entrance to location		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
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	SEPARATOR		
Comment:	Bollards		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Summit Midstream meter houses - bollards		
Corrective Action:		Date:	

Equipment:				corrective date
Type: Bird Protectors	# 1			
Comment:				
Corrective Action:				Date:
Type: Other	# 1			
Comment:	Open ended load line			
Corrective Action:	All load lines will be capped or plugged			Date: 01/03/2025
Type: Gas Meter Run	# 5			
Comment:	Summit Midstream			
Corrective Action:				Date:
Type: Bradenhead	# 5			
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible.			
Corrective Action:				Date:
Type: Vertical Heated Separator	# 5			
Comment:				
Corrective Action:				Date:
Type: Ancillary equipment	# 1			
Comment:	Well heater			
Corrective Action:				Date:
Type: Pig Station	# 1			
Comment:				
Corrective Action:				Date:
Type: Plunger Lift	# 5			
Comment:	All wells on plunger lift			
Corrective Action:				Date:
Type: Deadman # & Marked	# 4			
Comment:	Marked			
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
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Metal	Adequate					
Comment:	Separate containment					
Corrective Action:						Date:
Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	2	1000 GAL	STEEL AST		,	
Comment:						
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					
Corrective Action:						Date:
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	3	500 BBLs	STEEL AST		,	
Comment:	Tanks equipped with telemetry					
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:	Multiple holes in secondary containment liner/liner needs maintenance Limited inspection of containment liner due to ice Centralized containment					
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: 01/16/2025
<u>Venting:</u>						
Yes/No	NO					
Comment:						
Corrective Action:						Date:
<u>Flaring:</u>						
Type						
Comment:						

Corrective Action:		Date:	
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Inspected Facilities						
Facility ID:	211142	Type:	WELL	API Number: 045-06901	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:	271473	Type:	WELL	API Number: 045-09890	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:	271474	Type:	WELL	API Number: 045-09889	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:	271519	Type:	WELL	API Number: 045-09899	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:	271520	Type:	WELL	API Number: 045-09900	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
		Compaction				
		Ditches				
Compaction						Light compaction
		Culverts				
Gravel						Sparse to none in visible areas
		Gravel				Sparse to none in sections

Comment:

Light compaction & signs of lack of stabilization/compaction present on location.
Limited Stormwater inspection due to snow

Corrective Action:

Date:

Pits: ☒ NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Equipment & Tanks & Berms for corrective actions	smelserw	12/27/2024

Attached Documents

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

Document Num	Description	URL
708905346	Inspection 708905345 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6855279
708905347	Inspection 708905345 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6855280