

**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:

01/30/2025

Submitted Date:

02/04/2025

Document Number:

713400678

**FIELD INSPECTION FORM**

Loc ID 335880 Inspector Name: Popejoy, Dusty 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:**

- 37 Number of Comments
- 3 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 |
|-----------------|-------|--------------------------------|---------|
| ENERGY, QB      |       | ecmc.inspections@qb-energy.com |         |
| Kellerby, Shaun |       | shaun.kellerby@state.co.us     |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 292004      | WELL | PR     | 09/01/2011  | GW         | 045-14565 | 596-33C 12    | PR          |
| 292482      | WELL | PR     | 05/01/2018  | GW         | 045-14735 | 596-33C 14    | PR          |
| 292483      | WELL | PR     | 05/01/2018  | GW         | 045-14734 | 596-33C 16    | PR          |
| 292484      | WELL | PR     | 05/01/2018  | GW         | 045-14733 | 596-33C 21    | PR          |
| 292485      | WELL | PR     | 05/01/2018  | GW         | 045-14732 | 596-33C 23    | PR          |
| 292487      | WELL | PR     | 05/01/2018  | GW         | 045-14730 | 596-33C 27    | PR          |
| 295328      | WELL | PR     | 05/17/2018  | GW         | 045-15720 | 697-2A 23     | PR          |
| 416245      | WELL | PR     | 07/03/2010  | GW         | 045-19245 | 596-33A 18    | PR          |

**General Comment:**

[CECMC Inspection/Audit Report Summary](#)

On 1/30/2025 at approximately 11:42 hours, Compliance Inspector Dusty Popejoy conducted an on-site inspection/audit at QB Energy 596-33C Pad at Location ID #335880 in Garfield County, Colorado.

This location is within or in close proximity to, a CPW Density/High Priority Habitat, Black Bear, NSO Habitat, or Wildlife Management area.

During the inspection/audit, the following compliance issues were observed:

1. Equipment - Multiple PRV vent lines do not comply with CECMC pressure safety device rules with a CA date of 02/11/2025
2. Equipment - Multiple flow line heating insulation open ended/wildlife hazard available for entry by wildlife with a CA date of 02/11/2025
3. Equipment - Open ended load lines with a CA date of 02/11/2025

A follow-up on this site inspection/audit will be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

| <b>Location</b>                        |   |        |             |
|--|---|--------|-------------|
| <b>Lease Road:</b>                     |   |        |             |
|  | Type Access   |        |             |
|  | comment: Access   |        |             |
| Corrective ActionL                     |   |        | Date:       |
| Overall Good: <input type="checkbox"/> |   |        |             |
| <b>Signs/Marker:</b>                   |   |        |             |
|  | Type CONTAINERS   |        |             |
|  | Comment: Chemical tank - Label is starting to peel  |        |             |
| Corrective Action:                     |   |        | Date:       |
|  | Type OTHER  |        |             |
|  | Comment: Sign at entrance to location is weathered and illegible  |        |             |
| Corrective Action:                     |   |        | Date:       |
|  | Type TANK LABELS/PLACARDS   |        |             |
|  | Comment: 1 Produced water label is peeling  |        |             |
| Corrective Action:                     |   |        | Date:       |
|  | Type BATTERY  |        |             |
|  | Comment:  |        |             |
| Corrective Action:                     |   |        | Date:       |
|  | Type WELLHEAD   |        |             |
|  | Comment:  |        |             |
| Corrective Action:                     |   |        | Date:       |
|  | Type OTHER  |        |             |
|  | Comment: Separator units include attached storage tanks. The sight glass on the side of the unit indicates that the storage tank contains an unknown fluid. No form of labeling or markers is present to identify a potential hazard or the contents of the storage tank. |        |             |
| Corrective Action:                     |   |        | Date:       |
| Emergency Contact Number:              |   |        |             |
|  | Comment: 970-285-2615/911   |        |             |
| Corrective Action:                     |   |        | Date: _____ |
| <b>Good Housekeeping:</b>              |   |        |             |
| Type                                   | STORAGE OF SUPL   |        |             |
|  | Comment: 2 unused hoses in secondary containment, refer to photos   |        |             |
| Corrective Action:                     |   |        | Date:       |
| Type                                   | OTHER   |        |             |
|  | Comment: Staining in secondary containment, refer to photos   |        |             |
| Corrective Action:                     |   |        | Date:       |
| Overall Good: <input type="checkbox"/> |   |        |             |
| <b>Spills:</b>                         |   |        |             |
| Type                                   | Area  | Volume |             |
|  |   |        |             |

In Containment: No

Comment:

Multiple Spills and Releases?

| <b>Fencing/:</b>   |  |  |       |
|--------------------|--|--|-------|
| Type               | SEPARATOR                              |  |       |
| Comment:           | <a href="#">Livestock panels</a>       |  |       |
| Corrective Action: |  |  | Date: |
| Type               | LOCATION                               |  |       |
| Comment:           | <a href="#">Barbed wire</a>            |  |       |
| Corrective Action: |  |  | Date: |
| Type               | OTHER                                  |  |       |
| Comment:           | <a href="#">ECD - Livestock panels</a> |  |       |
| Corrective Action: |  |  | Date: |
| Type               | WELLHEAD                               |  |       |
| Comment:           | <a href="#">Livestock panels</a>       |  |       |
| Corrective Action: |  |  | Date: |

| <b>Equipment:</b>                 |  |  | corrective date |
|-----------------------------------|--|--|-----------------|
| Type: Gas Meter Run               | # 1  |  |                 |
| Comment:                          | <a href="#">Enterprise</a>                             |  |                 |
| Corrective Action:                |  |  | Date:           |
| Type: Horizontal Heated Separator | # 9  |  |                 |
| Comment:                          |  |  |                 |
| Corrective Action:                |  |  | Date:           |
| Type: Gas Meter Run               | # 9  |  |                 |
| Comment:                          |  |  |                 |
| Corrective Action:                |  |  | Date:           |
| Type: Ancillary equipment         | # 1  |  |                 |
| Comment:                          | <a href="#">Cata Flow heater</a>                       |  |                 |
| Corrective Action:                |  |  | Date:           |
| Type: Plunger Lift                | # 8  |  |                 |
| Comment:                          | <a href="#">All wells on plunger lift</a>              |  |                 |
| Corrective Action:                |  |  | Date:           |
| Type: Bird Protectors             | # 8  |  |                 |
| Comment:                          |  |  |                 |
| Corrective Action:                |  |  | Date:           |
| Type: Ancillary equipment         | # 1  |  |                 |
| Comment:                          | <a href="#">Chemical tank</a>                          |  |                 |
| Corrective Action:                |  |  | Date:           |
| Type: Other                       | # 4  |  |                 |
| Comment:                          | <a href="#">Open ended load lines, refer to photos</a> |  |                 |

|   |     |                         |
|---|-----|-------------------------|
| Corrective Action: <b>All load lines will be capped or plugged</b>  |     | Date: <u>02/11/2025</u> |
| Type: Emission Control Device   | # 1 |                         |
| Comment:  |     |                         |
| Corrective Action:  |     | Date:                   |
| Type: Bradenhead  | # 8 |                         |
| Comment: <b>No form of pressure monitoring equipment. Bradenhead valves are accessible</b>  |     |                         |
| Corrective Action:  |     | Date:                   |
| Type: Ancillary equipment   | # 1 |                         |
| Comment: <b>Nitrogen tank</b>   |     |                         |
| Corrective Action:  |     | Date:                   |
| Type: Other   | # 6 |                         |
| Comment: <b>Multiple PRV vent lines do not comply with CECMC pressure safety device rules, refer to photos</b>                    |     |                         |
| Corrective Action: <b>Comply with CECMC pressure safety device rules</b>  |     | Date: <u>02/11/2025</u> |
| Type: Other   | # 5 |                         |
| Comment: <b>Multiple flow line heating insulation open ended/wildlife hazard available for entry by wildlife, refer to photos</b> |     |                         |
| Corrective Action: <b>Comply with CECMC wildlife rules</b>  |     | Date: <u>02/11/2025</u> |

**Tanks and Berms:**

| Contents                                     | # | Capacity | Type             | Tank ID | SE GPS |
|--|---|----------|------------------|---------|--------|
| PRODUCED WATER                               | 2 | 400 BBLs | HEATED STEEL AST |         | ,      |
| Comment: <b>Tank equipped with telemetry</b> |   |          |                  |         |        |
| Corrective Action:                           |   | Date:    |                  |         |        |

**Paint**

|                  |            |  |
|------------------|------------|--|
| Condition        | Inadequate |  |
| Other (Content)  |            |  |
| Other (Capacity) |            |  |
| Other (Type)     |            |  |

**Berms**

| Type                                    | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|---|----------|---------------------|---------------------|-------------|
| Metal                                   | Adequate | Walls Sufficient    |                     |             |
| Comment: <b>Centralized containment</b> |          |                     |                     |             |
| Corrective Action:                      |          | Date:               |                     |             |

| Contents                                     | # | Capacity | Type      | Tank ID | SE GPS |
|--|---|----------|-----------|---------|--------|
| PRODUCED WATER                               | 4 | 400 BBLs | STEEL AST |         | ,      |
| Comment: <b>Tank equipped with telemetry</b> |   |          |           |         |        |
| Corrective Action:                           |   | Date:    |           |         |        |

**Paint**

|                  |            |  |
|------------------|------------|--|
| Condition        | Inadequate |  |
| Other (Content)  |            |  |
| Other (Capacity) |            |  |

|                    |                         |                     |                     |             |
|--------------------|-------------------------|---------------------|---------------------|-------------|
| Other (Type) _____ |                         |                     |                     |             |
| <b>Berms</b>       |                         |                     |                     |             |
| Type               | Capacity                | Permeability (Wall) | Permeability (Base) | Maintenance |
| Metal              | Adequate                | Walls Sufficent     |                     |             |
| Comment:           | Centralized containment |                     |                     |             |
| Corrective Action: |                         |                     |                     | Date:       |
| <b>Venting:</b>    |                         |                     |                     |             |
| Yes/No             | NO                      |                     |                     |             |
| Comment:           |                         |                     |                     |             |
| Corrective Action: |                         |                     |                     | Date:       |
| <b>Flaring:</b>    |                         |                     |                     |             |
| Type               |                         |                     |                     |             |
| Comment:           |                         |                     |                     |             |
| Corrective Action: |                         |                     |                     | Date:       |

| Inspected Facilities   |                                |       |      |             |           |         |    |               |    |
|--|--------------------------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID:   | 292004                         | Type: | WELL | API Number: | 045-14565 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| 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:   | 292482                         | Type: | WELL | API Number: | 045-14735 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| 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:   | 292483                         | Type: | WELL | API Number: | 045-14734 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| 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:   | 292484                         | Type: | WELL | API Number: | 045-14733 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| 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:   | 292485                         | Type: | WELL | API Number: | 045-14732 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| 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:   | 292487                         | Type: | WELL | API Number: | 045-14730 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| 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:   | 295328                         | Type: | WELL | API Number: | 045-15720 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| 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:   | 416245                         | Type: | WELL | API Number: | 045-19245 | Status: | PR | Insp. Status: | PR |
| <b>Producing Well</b>  |                                |       |      |             |           |         |    |               |    |
| Comment:   | Producing well on plunger lift |       |      |             |           |         |    |               |    |
| Corrective Action:   |                                |       |      |             | Date:     |         |    |               |    |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 |                                |       |      |             |           |         |    |               |    |

**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                 |                       |  |                          |                           |
|                  |                 | Berms                   |                       |  |                          |                           |
| Berms            |                 |                         |                       |  |                          |                           |
|                  |                 | Compaction              |                       |  |                          |                           |
|                  |                 |                         |                       | Material Handling And Spill Prevention |                          | Chemical tank containment |

Comment:

Corrective Action:

Date: \_\_\_\_\_

**Pits:**     NO SURFACE INDICATION OF PIT

**ECMC Comments**

| Comment   | User     | Date       |
|---|----------|------------|
| Please refer to Equipment for corrective actions and also Housekeeping & Signs/Marker for comments. | popejoyd | 02/04/2025 |

**Attached Documents**

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

| Document Num | Description             | URL   |
|--------------|-------------------------|---|
| 404080345    | INSPECTION SUBMITTED    | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6904063">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6904063</a> |
| 713400679    | Inspection-Audit Photos | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6904043">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6904043</a> |