

**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:

03/04/2025

Submitted Date:

03/05/2025

Document Number:

713400774

FIELD INSPECTION FORM

Loc ID: 335687 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:

- 34 Number of Comments
- 5 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	
Katz, Aaron		aaron.katz@state.co.us	
Kellerby, Shaun		shaun.kellerby@state.co.us	
Haverkamp, Curtis		curtis.haverkamp@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
260568	WELL	PR	03/01/2019	GW	045-07868	UNOCAL 24-9DRD	SI
260569	WELL	TA	09/01/2021	GW	045-07856	UNOCAL 14-9D	TA
287571	WELL	PR	03/01/2019	GW	045-13000	UNOCAL-ENCANA 13D-9D	PR
287867	WELL	PR	06/01/2023	GW	045-13080	UNOCAL-ENCANA 14D-9D	PR
287882	WELL	PR	07/01/2024	GW	045-13083	UNOCAL-ENCANA 14B-9D	PR
287883	WELL	PR	09/01/2024	GW	045-13082	UNOCAL-ENCANA 14A-9D	SI
287884	WELL	PR	09/01/2019	GW	045-13081	UNOCAL-ENCANA 24D-9D	PR

General Comment:

CECMC Inspection/Audit Report Summary

On 3/4/2025 at approximately 13:23 hours, Compliance Inspector Dusty Popejoy conducted an on-site inspection/audit at QB ENERGY UNOCAL-66S96W/9SWSW at Location ID #335687 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 - Mechanical Condition - Possible leaks on Unocal 14A-9D, 13D-9D, 14-9D & 24-9DRD wellheads with a CA date of 03/5/2025
2. Stormwater - Lack of stabilization/compaction on location & lease road/insufficient tracking BMP's & tracking onto lease road & county road 215 with a CA date of 03/5/2025
3. Housekeeping - Open holes around wellhead/wildlife hazard with a CA date of 03/12/2025
4. Equipment - Unocal 24D-9D & 13D-9D Meter not calibrated annually with a CA date of 04/5/2025
5. Signs/Marker - Battery signage is illegible and lacks required information with a CA date of 04/5/2025

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

Location

Lease Road:			
Type	Access		
comment:	Access		
Corrective Action			Date:

Overall Good:

Signs/Marker:			
Type	BATTERY		
Comment:	Battery signage is illegible and lacks required information/does not comply with CECMC rules		
Corrective Action:	Comply with CECMC Signage rules		Date: 04/05/2025
Type	WELLHEAD		
Comment:	Some signs are weathered & cracking & starting to become illegible		
Corrective Action:			Date:
Type	TANK LABELS/PLACARDS		
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:	1-866-580-9382/911		
Corrective Action:			Date: _____

Good Housekeeping:			
Type	OTHER		
Comment:	Open holes around wellhead/wildlife hazard		
Corrective Action:	Comply with CECMC wildlife rules		Date: 03/12/2025

Overall Good:

Spills:			
Type	Area	Volume	

In Containment: No _____

Comment: _____

Multiple Spills and Releases?

Fencing/:			
Type	TANK BATTERY		
Comment:	Barbed wire		
Corrective Action:			Date:
Type	WELLHEAD		
Comment:	Pipe rail fence		

Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Barbed wire		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Plunger Lift	# 7		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Bird Protectors	# 5		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 7		
Comment:	Unocal 24D-9D & 13D-9D Meter not calibrated annually/not in compliance with CECMC rules		
Corrective Action:	Comply with CECMC meter calibration rules	Date:	04/05/2025
Type: Horizontal Heated Separator	# 7		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 7		
Comment:	No form of pressure monitoring equipment. Bradenhead valves are accessible		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Nitrogen tank		
Corrective Action:		Date:	
Type: Pig Station	# 2		
Comment:			
Corrective Action:		Date:	
Type: Other	# 4		
Comment:	Mechanical Condition - Possible leaks on Unocal 14A-9D, 13D-9D, 14-9D & 24-9DRD wellheads. At approximately 13:58 hours observed possible leaks on Unocal 14A-9D, 13D-9D, 14-9D & 24-9DRD wellheads. At approximately 15:38 hours I called Joey Gracey with QB Energy to let him know about the leaks & that I was issuing a 24 hour corrective action on observed compliance issues.		
Corrective Action:	All Production Facilities, valves, pipes, fittings, and vessels will be securely fastened or sealed, inspected at regular intervals, and maintained in good mechanical condition. Additionally contact CECMC Engineering Group to discuss observed compliance issues.	Date:	03/05/2025

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	100 BBLs	STEEL AST		,
Comment:	Tank not equipped with telemetry				
Corrective Action:					Date:

Paint	
Condition	Adequate
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms				
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth				
Comment:				
Corrective Action:				Date:

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:	Separate containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	200 BBLs	STEEL AST		,
Comment:	Tank not equipped with telemetry				
Corrective Action:				Date:	

Paint	
Condition	Inadequate
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms				
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate			
Comment:	Separate containment - Unlined			
Corrective Action:				Date:

Venting:	
Yes/No	NO

Comment:			
Corrective Action:		Date:	

Flaring:

Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities

Facility ID: 260568 Type: WELL API Number: 045-07868 Status: PR Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: Shut in at separator

Corrective Action: _____ Date: _____

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 260569 Type: WELL API Number: 045-07856 Status: TA Insp. Status: TA

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: OUT OF SERVICE DESIGNATION FORM 6A - Document Number 403213733

Corrective Action: _____ Date: _____

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 287571 Type: WELL API Number: 045-13000 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: 287867 Type: WELL API Number: 045-13080 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: 287882 Type: WELL API Number: 045-13083 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: 287883 Type: WELL API Number: 045-13082 Status: PR Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: Shut in at separator

Corrective Action: _____ Date: _____

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 287884 Type: WELL API Number: 045-13081 Status: PR Insp. Status: PR

Producing Well

Comment: Producing well on plunger lift

Corrective Action:		Date:	
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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	Fail					Lack of stabilization/Insufficient tracking BMPs
		Compaction	Fail			Lack of stabilization/Insufficient tracking BMPs
				Vehicle Tracking	Fail	Tracking onto lease road & CR 215
		Berms				
Gravel	Fail					Insufficient gravel
		Ditches				
Rip Rap						
		Gravel	Fail			Insufficient gravel
Ditches						
Sediment Traps						
Berms						

Comment: 1. Lack of stabilization/compaction on location & tracking onto lease road.
 2. Lack of stabilization/compaction on lease road & tracking onto county road 215.
 At approximately 13:23 hours observed compliance issue. At approximately 15:38 I called Joey Gracey with QB Energy to inform him that I was issuing a 24 hour corrective action on observed compliance issue, he said they would take care of it ASAP.

Corrective Action: **Comply with CECMC Storm water rules**

Date: 03/05/2025

Pits: NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Equipment, Stormwater, Housekeeping & Signs/Marker for corrective actions.	popejoyd	03/05/2025

Attached Documents

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

Document Num	Description	URL
404117634	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6946926
713400775	Inspection-Audit Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6946909
713400778	Unocal 14A-9D wellhead leak video	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6946910
713400780	Unocal 13D-9D wellhead leak video	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6946911

713400781	Unocal 14-9D wellhead leak video	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6946912
713400782	Unocal 24-9DRD wellhead leak video	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6946913