

**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:

03/10/2025

Submitted Date:

03/10/2025

Document Number:

708905942

FIELD INSPECTION FORMLoc ID 335423 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:

34 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	
Ramsey, Scott		scott.ramsey@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
261410	WELL	PR	06/04/2002	GW	045-07953	SHIDELER 29-11	PR
272070	WELL	PR	10/18/2004	GW	045-10012	ROBINSON 29-10 (K29NE)	PR
272071	WELL	PR	10/08/2004	GW	045-10011	COUEY 29-12 (K29NE)	PR
272912	WELL	PR	10/12/2004	GW	045-10195	ROBINSON 29-6(K29NE)	PR
282082	WELL	PR	08/01/2022	GW	045-11630	CRUZ 29-11A(K29NE)	PR
282083	WELL	PR	03/23/2007	GW	045-11629	CRUZ 29-12A(K29NE)	PR
282084	WELL	PR	03/19/2007	GW	045-11628	CRUZ 29-12C(K29NE)	PR

General Comment:**CECMC Inspection/Audit Report Summary**

On 03/10/2025 at approximately 10:58 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection/audit at QB Energy SHIDELER 29-11 (K29NE) Pad.

Location # 335423 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area.

Location is approximately 266 yards from Mamm Creek.

While there, I observed normal production operations.

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

1. Signs/Marker - Battery lacks signage with a CA date of 04/09/2025

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

This is a summary of inspection/audit report.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**Signs/Marker:**

Type	BATTERY		
Comment:	1 battery lacks required signage		
Corrective Action:	Comply with CECMC signage rules	Date:	04/09/2025
Type	WELLHEAD		
Comment:	Signs at separators		
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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

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

Good Housekeeping:

Type	WEEDS		
Comment:	Small amount of weeds in 1 tank battery containment		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

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

In Containment: No

Comment: ☐ Multiple Spills and Releases?**Fencing/:**

Type	SEPARATOR		
Comment:	Cattle panels		

Corrective Action:		Date:	
Type	OTHER		
Comment:	Liquid nitrtrogen tank & Summit Midstream meter house - cattle panels		
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire fence		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Pig Station	# 2		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 7		
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Plunger Lift	# 7		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 7		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Bird Protectors	# 6		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 7		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Liquid nitrogen tank Unable to locate FORM 4 SUNDRY for equipment/not in compliance with CECMC rules		
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		

Comment:	3 marked deadman 1 unmarked deadman - please refer to photo log All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor.		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:					
Corrective Action:	Date:				

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient		
Comment:	Separate centralized containment with 4 condensate tanks			
Corrective Action:	Date:			

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	3	300 BBLs	HEATED STEEL AST		,
Comment:	Tanks 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 Sufficient		
Comment:	Centralized containment			
Corrective Action:	Date:			

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	4	300 BBLs	STEEL AST		,
Comment:	Tanks equipped with telemetry 1 of 4 tanks is heated				
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 centralized containment with 1000 gal methanol tank			
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities				
Facility ID:	261410	Type:	WELL	API Number: 045-07953 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:	272070	Type:	WELL	API Number: 045-10012 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:	272071	Type:	WELL	API Number: 045-10011 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:	272912	Type:	WELL	API Number: 045-10195 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:	282082	Type:	WELL	API Number: 045-11630 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:	282083	Type:	WELL	API Number: 045-11629 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:	282084	Type:	WELL	API Number: 045-11628 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	Fail					Lack of stabilization/compaction
		Compaction				
		Paving				Portion of lease road is paved
		Gravel				Sparse to none
		Ditches				
		Check Dams				
Berms						
Gravel						Sparse to none in most areas

Comment: Lack of stabilization/compaction in some areas on locationCorrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Signs/Marker for corrective action & also refer to Equipment & Stormwater for comments.	smelserw	03/10/2025

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

Document Num	Description	URL
404122058	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6953139
708905943	Inspection/Audit 708905942 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6953137
708905944	Inspection/Audit 708905942 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6953138