

**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:

03/07/2025

Submitted Date:

03/14/2025

Document Number:

718100307

FIELD INSPECTION FORMLoc ID 415597 Inspector Name: Trujillo, Aaron 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:**

11 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
Toews, Wesley		wtoews@blm.gov	
,		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
415597	LOCATION	AC			-	Orchard Unit 21-3 (F21OU)	RI

General Comment:

On 3/7/2025, Western Reclamation Work Lead Trujillo conducted an Interim Reclamation and Stormwater Inspection at Caerus Piceance LLC's Orchard Unit/21-3 (F21OU) location in Mesa County, Colorado.

Records show well is Fed Surface, Fed Mineral.

The following compliance issues were observed during this inspection:

- Storage of unused equipment
- Sanitary Facility not secured
- Stormwater

Refer to the Location, Reclamation and Stormwater sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspection that have not been addressed are still applicable.

LocationOverall Good: ☒

Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-285-2615 / 970-301-1319 / 911

Corrective Action:

Date: _____

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:	<p>Trailer with equipment observed stored on the Location next to the well. Equipment is not connected and does not have any apparent use on the Location.</p> <p>Unused hose equipment stored within secondary containment at the battery facility, and behind shed on the east end of the Location.</p> <p>The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, Chemicals, drums, totes, Containers, materials, and all other supplies not necessary for use on an Oil and Gas Locations is prohibited.</p>		
Corrective Action:	Comply with 606 Rules	Date:	03/29/2025

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Other	# 1		
Comment:	Sanitary Facility (Porta-john) on the south end of the Location has not been physically secured.		
Corrective Action:	Physically secure sanitary facility to comply with Rule 602.m	Date:	03/21/2025

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
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PRODUCED WATER	8	500 BBLs	STEEL AST			
Comment:						
Corrective Action:						Date:
<u>Paint</u>						
Condition						
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal				Adequate		
Comment:		Containment measure appeared to be in proper functioning condition at time of inspection.				
Corrective Action:						
		Date:				
<u>Venting:</u>						
Yes/No						
Comment:						
Corrective Action:					Date:	
<u>Flaring:</u>						
Type						
Comment:						
Corrective Action:					Date:	

Inspected Facilities									
Facility ID:	415597	Type:	LOCATION	API Number:	-	Status:	AC	Insp. Status:	RI
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: TIMBER

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment [No waste or debris observed on the Interim or Production areas of the Location.](#)

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment [See "Good Housekeeping".](#)

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment [Anchors not observed.](#)

Corrective Action _____

Date _____

1003b. Area no longer in use? Pass Production areas stabilized ? In

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? In

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-CroplandTop soil replaced _____ Recontoured Pass 80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? IComment No reclamation concerns were observed during this inspection.

Location has been reduced to areas reasonably needed for production. Vegetation within interim areas composed of grasses (including various wheatgrass species such as Western Wheatgrass, and Crested) and shrubs (4-wing saltbrush, rabbitbrush). Vegetation establishment appears to be progressing towards 1003 Interim Reclamation standards.

Noxious weeds not apparent at time of inspection

Topsoil stockpiled for future final reclamation efforts not apparent. All topsoil likely spread over the interim areas; interim areas will likely require re-disturbance during final reclamation, in order to salvage the topsoil for the remaining areas of the Location.

Corrective Action

Date _____

Overall Interim Reclamation In Process**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: TIMBER

Reminder: _____

Comment: _____

Well plugged _____

Pit mouse/rat holes, cellars backfilled _____

Debris removed _____

No disturbance /Location never built _____

Access Roads Regraded _____

Contoured _____

Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____

Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____

Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment: _____

Corrective Action: _____

Date _____

Overall Final Reclamation

Well Release on Active Location ☐Multi-Well Location ☐**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Ditches						
Gravel	Fail					
Berms						
Compaction	In Process					
				Material Handling And Spill Prevention	Fail	Temporary Containment measure

Comment: BMPs to stabilize, as well as to minimize tracking and sediment transport at the working pad surface show signs of disrepair, and do not appear to be adequate during wet conditions. Gravel on working pad surface is sparse and/or has filled with sediment. Rutting/tracking becoming evident. Maintenance advised to ensure BMPs remain in proper functioning condition.

The secondary containment BMP at the trailered equipment on the east end of the Location is no longer in proper functioning condition to contain a spill or release. Maintenance required.

Corrective Action: Comply with Rule 1002.f and install or repair/maintain BMP in accordance with good engineering practice.

Date: 03/21/2025

Pits: ☐ NO SURFACE INDICATION OF PIT**Attached Documents**You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
404128460	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6959934
718100308	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6959918