

**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:

03/17/2025

Submitted Date:

03/21/2025

Document Number:

708906059

FIELD INSPECTION FORMLoc ID 324005 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:**

23 Number of Comments

2 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	
QB Energy		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211469	WELL	PR	01/08/1998	GW	045-07229	SAVAGE 2-31	PR

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

On 03/17/2025 at approximately 14:15 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection/audit at QB Energy SAVAGE 2-31 (RL2) Pad.

Location # 324005 in Garfield County Colorado.

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

Location is approximately 439 yards from Porcupine Creek.

While there, I observed normal production operations.

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

1. Fencing - Barbed wire fence needs maintenance/wildlife hazard with a CA date of 03/28/2025

2. Equipment - Flowline heating insulation open ended/wildlife hazard with a CA date of 03/28/2025

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		Date:	

Overall Good: ☐

Signs/Marker:			
Type	OTHER		
Comment:	Separator unit includes attached storage tank. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Upon the Director's approval of a Form 9 the Buying Operator will have 60 days to replace or update all signs at the Oil and Gas Location so that the signs comply with Rule 605.		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Pipe rail fence		
Corrective Action:		Date:	

Type	SEPARATOR		
Comment:	Barbed wire fence		
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire fence Barbed wire fence needs maintenance/wildlife hazard		
Corrective Action:	Comply with CECMC wildlife rules	Date:	03/28/2025
Type	TANK BATTERY		
Comment:	Barbed wire fence		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Summit Midstream meter house - bollards		
Corrective Action:		Date:	

Equipment:

					corrective date
Type: Gas Meter Run	# 1				
Comment:	Summit Midstream				
Corrective Action:				Date:	
Type: Horizontal Heated Separator	# 1				
Comment:					
Corrective Action:				Date:	
Type: Bradenhead	# 1				
Comment:	Pressure transducer located on bradenhead, bradenhead valve is accessible				
Corrective Action:				Date:	
Type: Deadman # & Marked	# 1				
Comment:	Marked				
Corrective Action:				Date:	
Type: Bird Protectors	# 1				
Comment:					
Corrective Action:				Date:	
Type: Plunger Lift	# 1				
Comment:	Well on plunger lift				
Corrective Action:				Date:	
Type: Other	# 1				
Comment:	Flowline heating insulation open ended/wildlife hazard/available for entry by wildlife				
Corrective Action:	Comply with CECMC wildlife rules			Date:	03/28/2025

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLS	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
Earth	Adequate	Walls Sufficient		
Comment:		Centralized containment		
Corrective Action:		Date:		
Venting:				
Yes/No	NO			
Comment:				
Corrective Action:		Date:		
Flaring:				
Type				
Comment:				
Corrective Action:		Date:		

Inspected Facilities				
Facility ID: 211469	Type: WELL	API Number: 045-07229	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						Light compaction
		Ditches				
		Gravel				Sparse to none in sections
		Compaction				Light compaction in some sections
Gravel						Sparse to none in areas
		Culverts				

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Fencing & Equipment for corrective actions & also refer to Signs/Marker for comments	smelserw	03/21/2025

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

Document Num	Description	URL
708906060	Inspection/Audit 708906059 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6969227
708906061	Inspection/Audit 708906059 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6969228