

**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:

03/19/2025

Submitted Date:

03/21/2025

Document Number:

708906062

FIELD INSPECTION FORM

Loc ID 334755 Inspector Name: Smelser, Wayne On-Site Inspection 2A Doc Num: 400077180

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

ECMC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

Findings:

- 43 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
QB Energy		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
271951	WELL	PR	08/25/2004	GW	045-09985	ROSE RANCH 22-2A (A22W)	PR
271952	WELL	PR	01/27/2006	GW	045-09986	ROSE RANCH 22-1A (A22W)	PR
271953	WELL	PR	09/06/2004	GW	045-09987	ROSE RANCH 23-4A (A22W)	PR
272354	WELL	PR	09/02/2004	GW	045-10059	ROSE RANCH 23-6B (A22W)	PR
419695	WELL	PR	10/10/2011	GW	045-20008	ROSE RANCH 23-4D (A22W)	PR
419696	WELL	PR	10/10/2011	GW	045-20009	ROSE RANCH 23-6B1 (A22W)	PR
419698	WELL	PR	10/10/2011	GW	045-20010	ROSE RANCH 22-9B1 (A22W)	PR
419703	WELL	PR	10/10/2011	GW	045-20014	ROSE RANCH 22-9B2 (A22W)	PR
419704	WELL	PR	10/10/2011	GW	045-20015	ROSE RANCH 22-1D (A22W)	PR
419706	WELL	PR	10/10/2011	GW	045-20016	ROSE RANCH 22-8C1 (A22W)	PR
419761	WELL	PR	10/10/2011	GW	045-20018	ROSE RANCH 22-8A1 (A22W)	PR
419763	WELL	PR	10/10/2011	GW	045-20019	ROSE RANCH 22-8B (A22W)	PR
419765	WELL	PR	10/10/2011	GW	045-20021	ROSE RANCH 23-12A1	PR
419769	WELL	PR	08/01/2024	GW	045-20022	ROSE RANCH 23-6C1 (A22W)	PR

General Comment:

CECMC Inspection/Audit Report Summary

On 03/19/2025 at approximately 15:15 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection/audit at QB Energy ROSE RANCH 23-4D (A22W) Pad.
Location # 334755 in Garfield County Colorado.

Please refer to inspection/audit 708905465 conducted on 01/09/2025, previous corrective action has been completed.

Location is within High Priority/Density/NSO/Black Bear Habitat areas.

Location is within Rule 411b Generalized Intermediate Buffer.

Location is approximately 69 yards from West Mamm Creek & 152 yards from Dry Creek.

While there, I observed normal production operations.

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

1. Equipment - PRV vent lines do not comply with CECMC pressure safety device rules 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 TANK LABELS/PLACARDS		
Comment:			
Corrective Action:			Date:
	Type BATTERY		
Comment:			
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 CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:			Date:
	Type WELLHEAD		
Comment:	Signs at separators		
Corrective Action:			Date:
	Type OTHER		
Comment:	Sign at entrance to location		
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:

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	OTHER		
Comment:	Summit Midstream meter house - bollards		
Corrective Action:			Date:
Type	LOCATION		
Comment:	Barbed wire fence		
Corrective Action:			Date:
Type	WELLHEAD		
Comment:	10 wellheads - jersey barriers 4 wellheads - cattle panels		
Corrective Action:			Date:
Type	OTHER		
Comment:	Pig station - pipe rail fence		
Corrective Action:			Date:
Equipment:			corrective date
Type: Pig Station	# 1		
Comment:			
Corrective Action:			Date:
Type: Bird Protectors	# 4		
Comment:			
Corrective Action:			Date:
Type: Emission Control Device	# 1		
Comment:			
Corrective Action:			Date:
Type: Vertical Heated Separator	# 14		
Comment:			
Corrective Action:			Date:
Type: Ancillary equipment	# 2		
Comment:	Liquid nitrogen tanks		
Corrective Action:			Date:
Type: Bradenhead	# 14		
Comment:	Pressure transducers located on all bradenhead, bradenhead valves are accessible.		
Corrective Action:			Date:
Type: Deadman # & Marked	# 2		
Comment:	Marked		
Corrective Action:			Date:
Type: Other	# 1		
Comment:	ECD, Liquid nitrogen tanks, chemical tanks & Summit Midstream meter house not listed in FORM 2A or FORM 4 SUNDRY/not in compliance with GECMC rules. If operator remains out of compliance corrective action may be issued in future inspections.		

Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Plunger Lift	# 14		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Other	# 2		
Comment:	Flowline heating insulation open ended/wildlife hazard/available for entry by wildlife		
Corrective Action:	Comply with CECMC wildlife rules	Date:	03/28/2025
Type: Gas Meter Run	# 14		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 5		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type: Other	# 2		
Comment:	PRV vent lines do not comply with CECMC pressure safety device rules		
Corrective Action:	Comply with CECMC pressure safety device rules	Date:	03/28/2025

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:	Tank not listed in FORM 2A or FORM 4 SUNDRY/not in compliance with CECMC rules. If operator remains out of compliance corrective action may be issued in future inspections.				
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:	Centralized containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	6	500 BBLS	STEEL AST		,
Comment:	Tanks equipped with telemetry				

Corrective Action:	Date:
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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:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities									
Facility ID:	271951	Type:	WELL	API Number:	045-09985	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
Corrective Action:					Date:				
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12									
Facility ID:	271952	Type:	WELL	API Number:	045-09986	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
Corrective Action:					Date:				
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12									
Facility ID:	271953	Type:	WELL	API Number:	045-09987	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
Corrective Action:					Date:				
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12									
Facility ID:	272354	Type:	WELL	API Number:	045-10059	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
Corrective Action:					Date:				
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12									
Facility ID:	419695	Type:	WELL	API Number:	045-20008	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
Corrective Action:					Date:				
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12									
Facility ID:	419696	Type:	WELL	API Number:	045-20009	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
Corrective Action:					Date:				
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12									
Facility ID:	419698	Type:	WELL	API Number:	045-20010	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
Corrective Action:					Date:				
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12									
Facility ID:	419703	Type:	WELL	API Number:	045-20014	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift				Date:				
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

Facility ID: 419704 Type: WELL API Number: 045-20015 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: 419706 Type: WELL API Number: 045-20016 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: 419761 Type: WELL API Number: 045-20018 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: 419763 Type: WELL API Number: 045-20019 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: 419765 Type: WELL API Number: 045-20021 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: 419769 Type: WELL API Number: 045-20022 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
		Culverts				
				Material Handling And Spill Prevention		Chemical tank containments
		Ditches				
Berms						
		Gravel				
		Compaction				
Retention Ponds						
Gravel						Sparse to none in some areas
Compaction						Light compaction in some areas

Comment: Some fluid in multiple chemical tank containments, may need maintenance in the near future

Some signs of lack of stabilization/compaction near wellheads

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Equipment for corrective action & also refer to Signs/Marker, Equipment, Tanks & Berms & Stormwater for comments.	smelserw	03/21/2025

Attached Documents

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

Document Num	Description	URL
708906063	Inspection/Audit 708906062 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6969998
708906064	Inspection/Audit 708906062 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6969999