

**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:

03/13/2025

Submitted Date:

03/16/2025

Document Number:

708906008

**FIELD INSPECTION FORM**Loc ID 334945 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:**

22 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	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
273948	WELL	PR	02/22/2005	GW	045-10304	DUNN 4-15B (K4E)	PR
273950	WELL	PR	10/01/2020	GW	045-10305	DUNN 4-12A (K4E)	PR

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

On 03/13/2025 at approximately 15:46 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection/audit at QB Energy DUNN 4-15B (K4E) Pad.

Location # 334945 in Garfield County Colorado.

Please refer to inspection/audit 708905509 conducted on 01/18/2025, previous corrective action has been completed.

Location is within High Priority/Density/Black Bear Habitat areas &amp; Bald Eagle Roost Site.

While there, I observed normal production operations.

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

1. Equipment - Multiple wildlife hazards on production tank & burner equipment with a CA date of 03/23/2025

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.

Dual Lease - Shared facilities with the DUNN 4-11 location # 311585

**Location**

<b>Lease Road:</b>			
Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐

<b>Signs/Marker:</b>			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at intersection of Jenkins Cutoff & start of lease road		
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	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	WELLHEAD		
Comment:	Signs at separators		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: \_\_\_\_\_

Overall Good: ☐

<b>Spills:</b>				
Type	Area	Volume		

In Containment: No

Comment:

☐ Multiple Spills and Releases?

<b>Fencing/:</b>			
Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:		Date:	

<b>Equipment:</b>			corrective date
Type: Plunger Lift	# 2		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 3		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 2		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Other	# 7		
Comment:	Multiple open ended ports & piping on production tank, improperly secured man door, burner assembly & exhaust stack open ended/available for entry by wildlife/wildlife hazards		
Corrective Action:	Comply with CECMC wildlife rules	Date:	03/23/2025
Type: Ancillary equipment	# 1		
Comment:	Well heater		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Bradenhead	# 2		
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible.		
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)	

<u>Berms</u>						
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	1	500 BBLs	HEATED STEEL AST		,	
Comment:						
Corrective Action:				Date:		
<u>Paint</u>						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficient				
Comment: Centralized containment						
Corrective Action:				Date:		
<u>Venting:</u>						
Yes/No	NO					
Comment:						
Corrective Action:						Date:
<u>Flaring:</u>						
Type						
Comment:						
Corrective Action:						Date:

Inspected Facilities

Facility ID: 273948

Type: WELL

API Number: 045-10304

Status: PR

Insp. Status: PR

Idle Well

Purpose: ☒ Shut In

☐ Temporarily Abandoned

Reminder:

Comment: Shut In

Corrective Action:

Date:

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

Facility ID: 273950

Type: WELL

API Number: 045-10305

Status: PR

Insp. Status: PR

Idle Well

Purpose: ☒ Shut In

☐ Temporarily Abandoned

Reminder:

Comment: Shut In

Corrective Action:

Date:

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

Date Run: 3/23/2025 Doc [#708906008]

Page 5 of 6

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Ditches				
Compaction						Lack of stabilization/compaction near tank battery
		Compaction				Light compaction in some sections
Berms						
		Gravel				Sparse to none in sections
		Culverts				
Gravel						Sparse to none in areas

Comment: [Lack of stabilization/compaction near tank battery](#)

Corrective Action:

Date: \_\_\_\_\_

**Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
<a href="#">Please refer to Equipment for corrective action &amp; also refer to Signs/Marker &amp; Stormwater for comments</a>	smelserw	03/16/2025
<a href="#">Dual Lease - Shared facilities with the DUNN 4-11 location # 311585</a>		

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

Document Num	Description	URL
404129288	INSPECTION SUBMITTED	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6961537">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6961537</a>
708906009	Inspection/Audit 708906008 photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6961535">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6961535</a>
708906010	Inspection/Audit 708906008 Stormwater photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6961536">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6961536</a>