

**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:

03/19/2025

Document Number:

718100316

**FIELD INSPECTION FORM**

Loc ID 479185 Inspector Name: Trujillo, Aaron On-Site Inspection  2A Doc Num: \_\_\_\_\_

**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:**

- 10 Number of Comments
- 4 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
		ecmc.inspections@qb-energy.com	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
479185	LOCATION	AC			-	ELU O13-496 Pad	RI

**General Comment:**

On 3/17/2025, Western Reclamation Work Lead Trujillo conducted an interim reclamation and stormwater inspection at Caerus Piceance LLC's ELU M12-496 location in Rio Blanco County, Colorado.

Records show Operator for Location is "Caerus Piceance LLC", and Operator for the wells is "QB Energy Operating LLC".

Location is Fee Surface / Fee Mineral

Location is within the following High Priority Habitats: Elk Production Area; Elk Winter Concentration Area; Mule Deer Migration Corridor; Greater Sage Grouse Priority Habitat Management Area; Mule Deer Migration Corridor; Mule Deer Winter Concentration Area

The following compliance issues were observed during this inspection:

- Permit posting requirements
- Stormwater
- Sanitary facility requirements
- Good Housekeeping

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.

**Location**

Overall Good:

**Signs/Marker:**

Type	WELLHEAD		
Comment:	Well signage not observed at time of inspection.  Within 60 days after a new Well is Completed, including each Well on a Multi-Well Site, or an existing sign is replaced or modified, a permanent sign will be conspicuously located at the wellhead and will identify: A. The Well name; B. The API number; and C. Its legal location, including the quarter/quarter section.		
Corrective Action:		Date:	
Type	OTHER		
Comment:	A copy of the approved Form 2A, and any Form 4 modifying the approved Form 2A, has not been posted, or posted in a protected and conspicuous place on the location.		
Corrective Action:	Comply with Rule 406.c.	Date:	
	No CA date is being provided as Rules require that the Form 2A to be posted and on-site at all times upon the commencement of operations, until interim reclamation is complete.		
Type	OTHER		
Comment:	Location Signage		
Corrective Action:		Date:	

**Emergency Contact Number:**

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:	

**Good Housekeeping:**

Type	TRASH		
Comment:	Various trash/debris observed mixed within soils/slopes on the west end of the Location		
Corrective Action:	Comply with 606 requirements.	Date:	03/26/2025
Type	STORAGE OF SUPL		
Comment:	Various equipment/vehicles/trailers/tanks/etc... currently stored within areas subject to 1003 requirements.  All equipment not necessary for production operations, as well as any other remaining debris, waste materials, etc... will require removal to comply with 1003 and 606 Rules.		
Corrective Action:		Date:	

Overall Good:

**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: Containment BMP at the diesel tank has partially filled with fluids. Unclear if containment measure has sufficient space to contain a spill or release from the tank. Maintenance advised to ensure containment BMP remains in proper functioning condition.

Multiple Spills and Releases?

**Equipment:**

Type:	# 1		corrective date
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Comment:	Sanitary Facility (Porta-john) on the south end of the Location has not been physically secured.		
Corrective Action:	Comply with Rule 602.m	Date:	03/26/2025

**Venting:**

Yes/No			
Comment:			
Corrective Action:		Date:	

**Flaring:**

Type			
Comment:			
Corrective Action:		Date:	

**Inspected Facilities**

Facility ID: 479185 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: OTHER, RANGELAND

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 \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Unused or unneeded equipment onsite? \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Pit, cellars, rat holes and other bores closed? \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

Guy line anchors marked? \_\_\_\_\_

Comment \_\_\_\_\_

Corrective Action \_\_\_\_\_

Date \_\_\_\_\_

1003b. Area no longer in use? \_\_\_\_\_ Production areas stabilized ? \_\_\_\_\_  
 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? \_\_\_\_\_  
 Production areas have been stabilized? \_\_\_\_\_ Segregated soils have been replaced? \_\_\_\_\_

RESTORATION AND REVEGETATION

Cropland

Top soil replaced \_\_\_\_\_ Recontoured \_\_\_\_\_ Perennial forage re-established \_\_\_\_\_

Non-Cropland

Top soil replaced \_\_\_\_\_ Recontoured \_\_\_\_\_ 80% Revegetation \_\_\_\_\_

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? \_\_\_\_\_

Comment Records show the last drilled well went into production December 2024. Records also show that the drill rig was released from the Location 05/16/2024. Completion operations are no longer continuous/ongoing.  
  
Location is subject to 1003 requirements; pursuant to Rule 1003.a, interim reclamation of the Location is required by 6/23/2025. A follow-up inspection will be conducted to determine compliance with 1003 requirements.

Corrective Action  Date \_\_\_\_\_

Overall Interim Reclamation

**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: \_\_\_\_\_ Date Final Reclamation Completed: \_\_\_\_\_

Final Land Use: OTHER \_\_\_\_\_

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: <input style="width: 95%;" type="text"/>	Date: _____
Corrective Action: <input style="width: 95%;" type="text"/>	
Overall Final Reclamation <input type="checkbox"/>	Well Release on Active Location <input type="checkbox"/>
	Multi-Well Location <input type="checkbox"/>

**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment:	<p>It was observed in this inspection that BMPs to stabilize, as well as to minimize erosion, degradation and vehicle tracking/sediment transport are missing or insufficient- Working Pad Surface and access road lacks stabilization; tracking/rutting/degradation and sediment transport are evident.</p> <p>Additionally, BMPs to ensure stormwater is properly discharged appear missing or insufficient- stormwater ponding observed; ponding appears to be contributing/facilitating the pad stabilization/degradation/tracking issues.</p>	
Corrective Action:	Comply with Rule 1002.f- Install or repair required stormwater and erosion control measures in accordance with good engineering practices.	Date: 03/26/2025
<b>Pits:</b>	<input type="checkbox"/> 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
404134551	INSPECTION SUBMITTED	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6966651">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6966651</a>
718100317	Inspection Photos	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6966629">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6966629</a>