

**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:

04/03/2025

Submitted Date:

04/04/2025

Document Number:

713400802

FIELD INSPECTION FORMLoc ID 334150 Inspector Name: Popejoy, Dusty 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:

25 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
ENERGY, QB		ecmc.inspections@qb-energy.com	
Kellerby, Shaun		shaun.kellerby@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
281951	WELL	PR	09/01/2023	GW	045-11594	COLOHAN 3-4 (OH4)	SI
281953	WELL	SI	08/01/2024	GW	045-11595	COLOHAN 4-7 (OH4)	SI
281955	WELL	SI	08/01/2024	GW	045-11596	COLOHAN 4-1 (OH4)	SI
281956	WELL	PR	04/15/2006	GW	045-11597	COLOHAN 4-8 (OH4)	PR

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

On 4/3/2025 at approximately 13:17 hours, Compliance Inspector Dusty Popejoy conducted an on-site inspection/audit at QB ENERGY COLOHAN-68S96W/4SENE (OH-4-8-96 PAD) at Location ID #334150 in Garfield County, Colorado.

This location is within or in close proximity to, a CPW Density/High Priority Habitat, Black Bear, NSO Habitat, or Wildlife Management area.

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

1. Housekeeping - Debris on location with a CA date of 04/11/2025
2. Equipment - 1 PRV vent line & 1 Rupture disc vent line does not comply with CECMC pressure safety device rules with a CA date of 04/11/2025
3. Signs/Marker - Methanol tank lacks required labeling/does not comply with CECMC rules with a CA date of 05/5/2025

A follow-up on this site inspection/audit will be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

Location			
Lease Road:			
Type	Access		
comment:	Access		
Corrective Action		Date:	
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
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:	Wellhead signs at separators		
Corrective Action:		Date:	
Type	BATTERY		
Comment:	Battery sign missing API numbers		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass on the side of the unit indicates that the storage tank contains an unknown fluid. No form of labeling or markers is present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Methanol tank lacks required labeling/does not comply with CECMC rules		
Corrective Action:	<p>Comply with CECMC labeling rules</p> <p>All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information:</p> <p>A. Name of Operator;</p> <p>B. Operator's emergency contact telephone number;</p> <p>C. Tank capacity;</p> <p>D. Tank contents; and</p> <p>E. NFPA label or equivalent globally harmonized label.</p>	Date:	05/05/2025
Emergency Contact Number:			
Comment:	970-285-2615/911		
Corrective Action:		Date:	
Good Housekeeping:			
Type	DEBRIS		
Comment:	Debris on location		

Corrective Action: All trash, rubbish, and other waste material will be properly contained until removed from the Oil and Gas Location. At no time will trash, debris, or rubbish be placed or remain on the ground.		Date: 04/11/2025	
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment: <input type="text"/>			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	LOCATION		
Comment:	Barbed wire		
Corrective Action:			Date:
Equipment:		corrective date	
Type: Other	# 2		
Comment:	1 PRV vent line & 1 Rupture disc vent line does not comply with CECMC pressure safety device rules		
Corrective Action:	Comply with CECMC pressure safety device rules		Date: 04/11/2025
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:			Date:
Type: Bradenhead	# 4		
Comment:	Colohan 4-8, 4-7 & 4-1 Bradenhead valves are accessible with telemetry for monitoring Colohan 3-4 has no form of pressure monitoring equipment. Bradenhead valve is accessible		
Corrective Action:			Date:
Type: Plunger Lift	# 2		
Comment:	Colohan 4-8 & 4-7 wells on plunger lift		
Corrective Action:			Date:
Type: Ancillary equipment	# 1		
Comment:	Methanol tank/pump		
Corrective Action:			Date:
Type: Gas Meter Run	# 4		
Comment:			
Corrective Action:			Date:
Type: Pig Station	# 1		
Comment:			
Corrective Action:			Date:
Type: Vertical Heated Separator	# 4		
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 1		

Comment:	Summit Midstream	Date:	
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:	4 Marked deadman 3 Unmarked deadman - All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor.		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1		STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Inadequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient		
Comment:	Separate containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	300 BBLs	STEEL AST		,
Comment:	Tank equipped with telemetry				
Corrective Action:					Date:

Paint

Condition	Inadequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient		
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		

Corrective Action:		Date:	
Flaring:			
Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities									
Facility ID:	281951	Type:	WELL	API Number:	045-11594	Status:	PR	Insp. Status:	SI
Idle Well									
Purpose:		<input checked="" type="checkbox"/> Shut In		<input type="checkbox"/> Temporarily Abandoned		Reminder:			
Comment:		Refer to FORM 6B document # 403685399							
		Last produced September 2023							
Corrective Action:							Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	281953	Type:	WELL	API Number:	045-11595	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose:		<input checked="" type="checkbox"/> Shut In		<input type="checkbox"/> Temporarily Abandoned		Reminder:			
Comment:		Last produced July 2024							
Corrective Action:							Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	281955	Type:	WELL	API Number:	045-11596	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose:		<input checked="" type="checkbox"/> Shut In		<input type="checkbox"/> Temporarily Abandoned		Reminder:			
Comment:		Last produced July 2024							
Corrective Action:							Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	281956	Type:	WELL	API Number:	045-11597	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
Rip Rap						
Sediment Traps						
		Ditches				
		Gravel				Sparse to none in sections
Gravel						Sparse to none in most areas
		Sediment Traps				
Berms						
		Berms				
Ditches						
		Culverts				

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

Comment	User	Date
Please refer to Housekeeping, Equipment & Signs/Marker for corrective actions and additional comments.	popejoyd	04/04/2025

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

Document Num	Description	URL
713400803	Inspection-Audit Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6991620