

**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:

04/21/2025

Submitted Date:

04/21/2025

Document Number:

708906309

**FIELD INSPECTION FORM**

Loc ID 334740 Inspector Name: Smelser, Wayne 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:**

- 37 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
QB Energy		ecmc.inspections@qb-energy.com	
Kellerby, Shaun		shaun.kellerby@state.co.us	
Heil, John		john.heil@state.co.us	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
292167	WELL	SI	11/01/2022	GW	045-14609	SCHWARTZ 11-2A (O2E)	PA
292168	WELL	PR	01/25/2008	GW	045-14608	SCHWARTZ 2-15A (O2E)	PR
292172	WELL	PR	06/05/2008	GW	045-14615	SCHWARTZ 11-3B (O2E)	PR
292173	WELL	SI	07/30/2024	GW	045-14614	SCHWARTZ 2-14A (O2E)	PA
292448	WELL	PR	06/03/2008	GW	045-14726	SCHWARTZ 2-14D (O2E)	PR

**General Comment:**

**CECMC Inspection/Audit Report Summary**  
On 04/21/2025 at approximately 11:52 hours, I, Compliance Specialist, Wayne Smelser Conducted an on-site inspection/audit at QB Energy SCHWARTZ (O2E) Pad Location # 334740 in Garfield County Colorado. Location is within High Priority/Density/Black Bear Habitat areas. While there, I observed normal production operations.

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

1. Housekeeping - Multiple wildlife hazards & personnel hazard near separators & around 2 P & A wellheads with a CA date of 04/23/2025
2. Housekeeping - Poly pipe open ended/wildlife hazard/available for entry by wildlife with a CA date of 04/28/2025
3. Stormwater - Failure to maintain chemical BMP, stockpiled soils with insufficient BMP's & stockpiled soils with no BMP's with a CA date of 04/23/2025

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.

Any corrective actions from previous inspections/audits that have not been addressed are still applicable.

<b>Location</b>			
<b>Lease Road:</b>			
	Type Access		
	comment:		
	Corrective ActionL		Date:
Overall Good: <input type="checkbox"/>			
<b>Signs/Marker:</b>			
	Type WELLHEAD		
	Comment: Signs at separators		
	Corrective Action:		Date:
	Type OTHER		
	Comment: Sign at entrance to location		
	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 BATTERY		
	Comment:		
	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 intersection of Dry Hollow Road & start of lease road		
	Corrective Action:		Date:
	Type TANK LABELS/PLACARDS		
	Comment:		
	Corrective Action:		Date:
Emergency Contact Number:			
	Comment: 911/970-285-2615		
	Corrective Action:		Date: _____
<b>Good Housekeeping:</b>			
	Type WEEDS		
	Comment: Small amount of weeds in secondary containment - please refer to photo log		
	Corrective Action:		Date:

Type	OTHER		
Comment:	Excavated area in front of separators not fully enclosed by cattle panels/wildlife hazard & personnel hazard. Additionally the excavated areas lack wildlife egress/wildlife hazard  Gate for panels around wellhead excavation areas open/wildlife hazard/available for entry by wildlife  Excavated areas around wellheads lack wildlife egress/wildlife hazard		
Corrective Action:	Comply with CECMC wildlife rules & general safety rules	Date:	04/23/2025
Type	DEBRIS		
Comment:	Small amount of deris on location - please refer to photo log		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Poly pipe open ended/wildlife hazard/available for entry by wildlife		
Corrective Action:	Comply with CECMC wildlife rules	Date:	04/28/2025

Overall Good:

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

In Containment: No

Comment:

Multiple Spills and Releases?

<b>Fencing/:</b>			
Type	OTHER		
Comment:	1 chemical tank - hog panels		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Cattle panels & hog panels		
Corrective Action:		Date:	

<b>Equipment:</b>			corrective date
Type: Deadman # & Marked	# 3		
Comment:	1 marked deadman  2 improperly marked 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:	
Type: Gas Meter Run	# 5		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 3		
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Bird Protectors	# 5		

Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:			Date:
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:			Date:
Type: Other	# 1		
Comment:	Excavator		
Corrective Action:			Date:
Type: Ancillary equipment	# 2		
Comment:	Chemical tanks 1 chemical tank is disconnected & not in use/unused equipment - please refer to photo log		
Corrective Action:			Date:
Type: Emission Control Device	# 2		
Comment:			
Corrective Action:			Date:
Type: Vertical Heated Separator	# 5		
Comment:			
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)	

Berms

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	2	500 BBLS	HEATED 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: <a href="#">Centralized containment</a>				
Corrective Action:				Date:

**Venting:**

Yes/No	NO		
Comment:			
Corrective Action:			Date:

**Flaring:**

Type			
Comment:			
Corrective Action:			Date:

**Inspected Facilities**

Facility ID: 292167 Type: WELL API Number: 045-14609 Status: SI Insp. Status: PA

**Idle Well**

Purpose:  Shut In  Temporarily Abandoned Reminder: \_\_\_\_\_

Comment: **P & A**  
 FORM 6 document # 403856971  
 FORM 42 document #'s 404076107 & 404076114  
 FORM 27 document #'s 404033464, 404131555 & 404168199

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

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

Facility ID: 292168 Type: WELL API Number: 045-14608 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: 292172 Type: WELL API Number: 045-14615 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: 292173 Type: WELL API Number: 045-14614 Status: SI Insp. Status: PA

**Idle Well**

Purpose:  Shut In  Temporarily Abandoned Reminder: \_\_\_\_\_

Comment: **P & A**  
 FORM 6 document # 403856974  
 FORM 42 document #'s 404094059 & 404094088  
 FORM 27 document #'s 404033516, 404131569 & 404168204

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

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

Facility ID: 292448 Type: WELL API Number: 045-14726 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						
Berms						
Ditches						
				Material Handling And Spill Prevention	Fail	Failure to maintain chemical BMP
		Gravel				Sparse to none in sections
		Culverts				
Compaction						Small amount of light compaction
Berms	Fail					Insufficient BMP's around stockpiled soils
		Compaction				Light compaction in some sections
Other	Fail					Stockpiled soils with no BMP's
Retention Ponds						
Gravel						Sparse to none in most areas
		Ditches				

Comment:   
 1. Failure to maintain chemical BMP - Chemical tank containment full of fluid/BMP insufficient to contain possible spill/not in compliance with CECMC Stormwater rules   
 2. Stockpiled soils with no BMP's/not in compliance with CECMC Stormwater rules   
 3. Insufficient BMP's around stockpiled soils/BMP not constructed in accordance with good engineering practices/not in compliance with CECMC Stormwater rules

Corrective Action: **Comply with CECMC Stormwater rules**

Date: 04/23/2025

**Pits:**  NO SURFACE INDICATION OF PIT

**ECMC Comments**

Comment	User	Date
Please refer to Housekeeping & Stormwater for corrective actions & also refer to Signs/Marker, Housekeeping & Equipment for comments	smelserw	04/21/2025

**Attached Documents**

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

Document Num	Description	URL
708906310	Inspection/Audit 708906309 Stormwater photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7015089">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7015089</a>
708906311	Inspection/Audit 708906309 photo log	<a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7015090">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7015090</a>