

**FORM
INSP**

Rev
X/15

**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:

11/16/2017

Submitted Date:

11/21/2017

Document Number:

689100099

FIELD INSPECTION FORM

Loc ID _____ Inspector Name: LUJAN, CARLOS 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:

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

Findings:

- 7 Number of Comments
- 1 Number of Corrective Actions
- Corrective Action Response Requested

Contact Information:

Contact Name	Phone	Email	Comment
Middleton, Brett		bmiddleton@caerusoilandgas.com	Environmental Specialist
Spencer, Stan		stan.spencer@state.co.us	EPS, NW Region
Lujan, Carlos		carlos.lujan@state.co.us	EPS, NW Region
Janicek, Jake		JJanicek@caerusoilandgas.com	EHS Professional
Fischer, Alex		alex.fischer@state.co.us	Environmental Supervisor, NW

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
453066	SPILL OR RELEASE	CL	11/20/2017		-	SPILL/RELEASE POINT	EI

General Comment:

Environmental Inspection conducted in response to a pipeline release that occurred on the pipeline corridor northwest of the Divide Road, on a ridge, near the Water Treatment Facility. On site with Brett Middleton, from Caerus. Sunny, windy, around 56 oF. The 10" condensate pipeline runs in a pipelines corridor. Caerus had not started excavation yet waiting for the proper equipment to be available. A (dry) boring was advanced directly west of the WTF (and east of the Divide Road) to a depth of 80' with no indication of soil impact. Two monitoring wells were installed on the west side of the Divide Rd (on the A27 road, at the bottom of the valley). According to Caerus one of them, MW2 had free-product. An e-form 19 spill report was submitted (Spill Point #453066) and closed once a Form 27 Site Assessment and Remediation Work Plan (REM #10691) was submitted.

Inspected Facilities

Facility ID: 453066 Type: SPILL OR API Number: - Status: CL Insp. Status: EI

Environmental

Spills/Releases:

Type of Spill: CONDENSATE

Estimated Spill Volume: _____

Comment: Condensate spill apparently reached the A27 CDP road. A Form 27 has been submitted with proposed additional monitoring wells. Site Assessment Plan is a an initial response plan that will be expanded as Caerus receives additional information and excavates the Point of Release.

Corrective Action: 1) Submit a supplemental e-form 27 with a more detailed assessment plan and with a tentative remediation plan. Deadline: Dec 15, 20172) Submit weekly progress reports as additional information is received and new developments occur on site. No deadline. Ongoing.

Date: 12/15/2017

Reportable: YES

GPS: Lat _____ Long _____

Proximity to Surface Water: _____

Depth to Ground Water: _____

Water Well Complaint:

Lat _____ Long _____

DWR Receipt Num: _____ Owner Name: _____ GPS : _____

Field Parameters:

Sample Location: _____ Comment: _____

Attached Documents

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

Document Num	Description	URL
689100100	Photo Report Caerus Divide Rd WTF Pipeline Release	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4307671