

**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:

06/07/2019

Submitted Date:

06/08/2019

Document Number:

696600095

FIELD INSPECTION FORM

Loc ID 334151 Inspector Name: Wentzel, Dougo On-Site Inspection 2A Doc Num: _____

Operator Information:

OGCC 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:

- 10 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 |
|-----------------|-------|---------------------------------------|---------------------------------|
| Kellerby, Shaun | | shaun.kellerby@state.co.us | All Inspections |
| Peicka, Conor | | conor.pesicka@state.co.us | All Inspections |
| , Caerus | | COGCC.inspections@caerusoilandgas.com | All inspection |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-------------------|-------------|
| 289385 | WELL | TA | 10/01/2017 | GW | 077-09239 | KNOX 14-9 (J14OU) | TA |

General Comment:

[Routine FIU General Field Inspection](#)

Location

| | | | |
|--------------------|--------|--|-------|
| Lease Road: | | | |
| Type | Access | | |
| comment: | | | |
| Corrective Action | | | Date: |

Overall Good:

| | | | |
|----------------------|----------------------|--|-------|
| Signs/Marker: | | | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

| | | | |
|----------------------------------|-----------------------------------|--|-------|
| Emergency Contact Number: | | | |
| Comment: | 911 / 970-285-2615 / 970-301-1319 | | |
| Corrective Action: | | | Date: |

| | | | |
|---------------------------|---|--|------------------|
| Good Housekeeping: | | | |
| Type | UNUSED EQUIPMENT | | |
| Comment: | Risers not marked or locked out tagged out | | |
| Corrective Action: | Comply with Rule 603.f . For unused , unmarked flowline risers 24 hrs to lock out tag out. 30 days to remove riser | | Date: 06/10/2019 |

Overall Good:

| | | | |
|--|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: | No | | |
| Comment: | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |

| | | | |
|--------------------|--|--|-----------------|
| Equipment: | | | corrective date |
| Type: Other | # | | |
| Comment: | All production equipment has been removed from location except two wellheads | | |
| Corrective Action: | | | Date: |

| | | | | | |
|-------------------------|---|----------|-----------|---------|--------|
| Tanks and Berms: | | | | | |
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 1 | 300 BBLS | 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 Sufficent | Base Sufficent | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

| | | | |
|--------------------|----|--|-------|
| Venting: | | | |
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

| | | | |
|--------------------|--|--|-------|
| Flaring: | | | |
| Type | | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Inspected Facilities

Facility ID: 289385 Type: WELL API Number: 077-09239 Status: TA Insp. Status: TA

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment:

Corrective Action:

Date: _____

Reclamation - Storm Water - Pit

Storm Water:

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|-------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | Compaction | Pass | | | |
| | | Ditches | Pass | | | |
| Ditches | Pass | | | | | |
| | | Gravel | Pass | | | |
| Compaction | Pass | | | | | |
| Gravel | Pass | | | | | |
| Berms | Pass | | | | | |
| Drains | Pass | | | | | |
| Gradient Terraces | Pass | | | | | |

Comment:

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| <p>On Friday 06/07/2019 at approximately 1315, I, Inspector Dougo Wentzel, conducted a inspection at Caerus Piceance LLC. Location, Knox Federal 14-09, or API #077-09239, in Mesa, Colorado.</p> <p>While there, I observed a on going Plugging operation in progress and I did a routien inspection. .</p> <p>During this inspection the following compliance issues were observed: All Production equipment has been removed but 2 unmarked risers that have not been locked out tagged out, remain on location. Refer to Corrective Action Matrix for comments, corrective actions, and corrective action date). Refer to photograph of observed compliance issue. A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. (if corrective actions are identified). This is a summary of inspection report.</p> | wentzeld | 06/07/2019 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 402068672 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4844199 |
| 696600096 | Inspection 696600095 photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4844196 |