

**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:

07/02/2019

Submitted Date:

07/03/2019

Document Number:

679704683**FIELD INSPECTION FORM**Loc ID 335630 Inspector Name: Moran, Rick On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: 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 Comments3 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 | 970-712-1248 | shaun.kellerby@state.co.us | |
| Elsenser, Garrett | 720-880-6340 | cogcc.inspections@caerusoila ndgas.com | All Piceance inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------------------|-------------|
| 273338 | WELL | PR | 09/05/2006 | GW | 103-10472 | EUREKA UNIT 8803B F19 397 | PR |
| 273339 | WELL | PR | 04/01/2019 | GW | 103-10471 | EUREKA UNIT 8806C F19 397 | PR |

General Comment:[COGCC Inspection Report Summary.](#)

On 7-2-2019 at approximately 11:30, inspector Rick Moran, conducted a routine inspection at Caerus well Eureka Unit pad 8806C F19 397 and 8803B F19 397 in Rio Blanco county.

During this inspection the following compliance issues were observed:

- 1) Unmarked deadman. Photo 2. Complete by 7-24-2019.
- 2) Container label. Photo 3. Complete by 9-2-2019
- 3) 911 missing. Photo 4. Complete by 9-2-2019.

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

This is a summary of inspection report 679704683.

Location

Overall Good: ☒**Signs/Marker:**

| | | | |
|---------------------------|---|--------------|------------|
| Type | BATTERY | | |
| Comment: | 911 missing on both battery signs. | | |
| Corrective Action: | Install sign to comply with Rule 210.b. | Date: | 09/02/2019 |
| Type | CONTAINERS | | |
| Comment: | Container label partially missing including the contents. | | |
| Corrective Action: | Install sign to comply with Rule 210.d. | Date: | 09/02/2019 |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

| | | | |
|---------------------------|--|--------------|--|
| Comment: | <input style="width: 95%;" type="text"/> | | |
| Corrective Action: | <input style="width: 95%;" type="text"/> | Date: | <input style="width: 95%;" type="text"/> |

Overall Good: ☒**Spills:**

| Type | Area | Volume | | | |
|------|------|--------|--|--|--|
| | | | | | |

In Containment: No

Comment: ☐ Multiple Spills and Releases?**Equipment:**

| | | | |
|--|--|--------------|-----------------|
| Equipment: | | | corrective date |
| Type: Other | # 3 | | |
| Comment: | Buildings. | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 5 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 5 | | |
| Comment: | 1 broken deadman marker. | | |
| Corrective Action: | Install proper guy line markers per Rule 1003.a. | Date: | 07/24/2019 |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 2 | | |

| | | | | | |
|--------------------|---|--|--|-------|--|
| Comment: | One container of RE7640 WCW and 1 unknown all with secondary containment. | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: Plunger Lift | # 2 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|-----------------------|
| CONDENSATE | 1 | 500 BBLS | STEEL AST | | 39.775500,-108.326200 |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | | | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|-----------------------|
| CONDENSATE | 1 | 400 BBLS | STEEL AST | | 39.775600,-108.326000 |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | | | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|-----------------------|
| PRODUCED WATER | 2 | 400 BBLS | STEEL AST | | 39.775600,-108.326000 |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|-----------|----------|--|
| Condition | Adequate | |
|-----------|----------|--|

| | |
|------------------|--|
| Other (Content) | |
| Other (Capacity) | |
| Other (Type) | |

Berms

| | | | | |
|--------------------|----------|---------------------|---------------------|-------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
| Metal | Adequate | | | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

| | | | | | |
|--------------------|---|----------|-----------|---------|-----------------------|
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| PRODUCED WATER | 3 | 500 BBLS | STEEL AST | | 39.775500,-108.326200 |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|------------------|----------|
| Condition | Adequate |
| Other (Content) | |
| Other (Capacity) | |
| Other (Type) | |

Berms

| | | | | |
|--------------------|----------|---------------------|---------------------|-------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
| Metal | Adequate | | | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

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

Flaring:

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

| Inspected Facilities | | | | |
|-----------------------|---------------------------------|-----------------------|------------|------------------|
| Facility ID: 273338 | Type: WELL | API Number: 103-10472 | Status: PR | Insp. Status: PR |
| Producing Well | | | | |
| Comment: | Producing well on plunger lift. | | | |
| Corrective Action: | | | | Date: |
| | | | | |
| Facility ID: 273339 | Type: WELL | API Number: 103-10471 | Status: PR | Insp. Status: PR |
| Producing Well | | | | |
| Comment: | Producing well on plunger lift. | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | | | | | |

Comment: [No apparent significant soil migration, erosion, or soil movement on location.](#)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

Attached Documents

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 402096584 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4868632 |
| 679704684 | inspection photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4868595 |