

**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:

06/20/2019

Submitted Date:

07/05/2019

Document Number:

698100023**FIELD INSPECTION FORM**Loc ID 335806 Inspector Name: Arauza, Steven 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:5 Number of Comments2 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
Janicek, Jake		JJanicek@caerusoilandgas.com	EHS Professional
Fischer, Alex		alex.fischer@state.co.us	
Murray, Richard		g.richard.murray@state.co.us	
Heil, John		john.heil@state.co.us	
,		COGCC.inspections@caerusoilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
421112	WELL	PR	10/15/2012	GW	045-20284	N. Parachute EF01E-34 P27595	EI
421117	WELL	PR	07/12/2013	GW	045-20289	N. Parachute EF01C-34 P27595	EI
421120	WELL	PR	01/08/2013	GW	045-20292	N. Parachute EF09F-27 P27 59	EI
421152	WELL	PR	07/12/2013	GW	045-20322	N. Parachute EF01B-34 P27595	EI
464855	SPILL OR RELEASE	AC	06/12/2019		-	P27 Flowline release	EI

General Comment:

COGCC joint inspection with Environmental Protection Specialists S. Arauza and J. Heil along with Western Integrity Inspector R. Murray. Follow-up to Spill/Release ID #464855.

Operator reported discovery of a flowline leak resulting in a release of an unknown volume of condensate and produced water on 6/3/2019. On inspection date, an open excavation remained in SE corner of pad near production equipment. No hydrocarbon odors or staining were observed inside of the excavation during inspection. Soil that was stockpiled west of excavation did not exhibit hydrocarbon odors or staining.

Tank battery contains one (1) 120 bbl produced water AST inside of lined, metal secondary containment. No holes or tears were observed in visible portion of tank battery liner on inspection date. Tank battery secondary containment had approximately 1" of fluid inside on inspection date (likely precipitation). Fluids did not exhibit hydrocarbon sheen or odor.

LocationOverall Good: ☐

Emergency Contact Number:

Comment: Corrective Action: Date: Overall Good: ☐**Spills:**

Type	Area	Volume		
Other	WELLHEAD	<= 1 bbl		
Comment: Hydrocarbon-stained material observed inside of cellars at the following wellheads: NP EF01C 34 P27 595, NP EF01B 34 P27 595, NP EF09F-27 P27 595, NP EF01E-34 P27 595. See photos.				
Corrective Action: Remove and properly dispose of oily waste, per Rule 907.e.				Date: 08/05/2019

In Containment: No

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

			corrective date
Type: Other	# 4		
Comment: Hydrocarbon-stained material observed inside of cellars at the following wellheads: NP EF01C 34 P27 595, NP EF01B 34 P27 595, NP EF09F-27 P27 595, NP EF01E-34 P27 595. See photos.			
Corrective Action: Securely fasten all valves, pipes, and fittings to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 605.d.			Date: 08/05/2019

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: <u>421112</u>	Type: <u>WELL</u>	API Number: <u>045-20284</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>421117</u>	Type: <u>WELL</u>	API Number: <u>045-20289</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>421120</u>	Type: <u>WELL</u>	API Number: <u>045-20292</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>421152</u>	Type: <u>WELL</u>	API Number: <u>045-20322</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>464855</u>	Type: <u>SPILL OR</u>	API Number: <u>-</u>	Status: <u>AC</u>	Insp. Status: <u>EI</u>

Attached Documents

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

Document Num	Description	URL
402097767	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4869994
698100035	20190620 Field Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4869991