

**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:

10/15/2019

Submitted Date:

10/24/2019

Document Number:

698100079

FIELD INSPECTION FORM

Loc ID 334837 Inspector Name: Arauza, Steven 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:

11 Number of Comments

5 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
,		lrider@caerusoilandgas.com	
,		COGCC.inspections@caerus oilandgas.com	All Inspections
Murray, Richard		g.richard.murray@state.co.us	
Fischer, Alex		alex.fischer@state.co.us	
Heil, John		john.heil@state.co.us	
Leonard, Mike		mike.leonard@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211366	WELL	PR	03/17/1999	GW	045-07126	SHIDELER 32-11	EI
269307	WELL	PR	02/06/2004	GW	045-09349	SHIDELER 32-6C (K32)	EI
269419	WELL	PR	02/05/2004	GW	045-09366	COUEY 32-5A1 (K32)	EI
269420	WELL	PR	02/27/2004	GW	045-09365	GRAHAM 32-12A (K32)	EI
269421	WELL	PR	02/24/2004	GW	045-09367	COUEY 32-5 (K32)	EI

General Comment:

COGCC Environmental inspection conducted by EPS Staff S. Arauza and J. Heil in response to operator's Form 22 Accident Report dated 10/12/2019 (doc #402207852). Accident report describes a fire that had occurred within a tank battery at the subject location, which resulted in the top being blown off of the tank. Weather conditions during inspection were sunny with a temperature of 63 degrees Fahrenheit.

Prior to resuming wells on location to production, operator shall ensure compliance with Rules 605.a.(4) and 605.d.

LocationOverall Good: ☐**Signs/Marker:**

Type OTHER

Comment: Sign identifying private land rules and PPE requirements located at entrance to location is damaged. See photos.

Corrective Action:

Date:

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

Type TRASH

Comment: Junk equipment (tank and associated equipment damaged in explosion) on site.

Corrective Action: Comply with Rule 603.f .

Date: 11/24/2019

Type UNUSED EQUIPMENT

Comment: Unused equipment (corrugated plastic conduit) located NE of separators, see photos.

Corrective Action: Comply with Rule 603.f .

Date: 11/08/2019

Overall Good: ☐**Spills:**

Type Area Volume

Condensate WELLHEAD <= 1 bbl

Comment: Localized accumulations of oil-stained soil around wellhead for Graham 32-12A. See photos.

Corrective Action: Remove and properly dispose of oily waste, per Rule 907.e.

Date: 11/24/2019

In Containment: No

Comment:

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

corrective date

Type: Vertical Heated Separator # 4

Comment: Staining observed at base of vertical heated separator (NE side). Hydrocarbon odor observed in this area. 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: 11/08/2019

Type: Other # 1

Comment: Localized accumulations of oil-stained soil around wellhead for Graham 32-12A. 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: 11/08/2019

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	300 BBLS	HEATED STEEL AST		,
Comment: Operator's accident report indicates that the top had blown off of the production tank and that contents remained burning in the tank shell. See photos.					
Corrective Action:					Date:

Paint

Condition		
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Comment:	Repair or install berms or other secondary containment devices per Rule 605.a.(4) prior to resuming production.			
Corrective Action:			Date:	

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: <u>211366</u>	Type: <u>WELL</u>	API Number: <u>045-07126</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>269307</u>	Type: <u>WELL</u>	API Number: <u>045-09349</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>269419</u>	Type: <u>WELL</u>	API Number: <u>045-09366</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>269420</u>	Type: <u>WELL</u>	API Number: <u>045-09365</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>269421</u>	Type: <u>WELL</u>	API Number: <u>045-09367</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>

COGCC Comments

Comment	User	Date
SDS sheet for foam used in emergency response, as requested by COGCC, is attached to this inspection report.	arauzas	10/24/2019

Attached Documents

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

Document Num	Description	URL
698100080	20191015 field photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4972204
698100081	SDS sheet	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4972205