

**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:

11/25/2019

Submitted Date:

12/04/2019

Document Number:

698100102

**FIELD INSPECTION FORM**

Loc ID: 334416      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:**

- 8 Number of Comments
- 4 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
Heil, John		john.heil@state.co.us	
Janicek, Jake		JJanicek@caerusoilandgas.com	EHS Professional
Fischer, Alex		alex.fischer@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	
,		COGCC.inspections@caerusoilandgas.com	All Inspections
Murray, Richard		g.richard.murray@state.co.us	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
296941	WELL	PR	06/18/2011	GW	077-09661	Keinath Federal 10-10H (C16OU)	EI
296942	WELL	PR	06/18/2011	GW	077-09662	Keinath Federal 17-11AH (C16OU)	EI
296943	WELL	PR	05/01/2012	GW	077-09663	Keinath Federal 17-11H (C16OU)	EI
469290	SPILL OR RELEASE	AC	11/18/2019		-	C16OU Flowline Release	EI

**General Comment:**

COGCC Environmental Inspection. Follow up to operator's eForm 19 Spill/Release Reports (docs #402241770 and #402248117) for Spill/Release Point ID #469290. Weather conditions during inspection were overcast skies with a temperature of 45 degrees Fahrenheit.

Operator's Spill/Release Reports document a failed flowline pressure test resulting in the release of an unknown volume of produced water into the subsurface. Multiple investigatory potholes were observed between tank battery and separators on inspection date. See photos.

**Location**

Overall Good:

Emergency Contact Number:

Comment: \_\_\_\_\_

Corrective Action: \_\_\_\_\_

Date: \_\_\_\_\_

**Good Housekeeping:**

Type	UNUSED EQUIPMENT		
Comment:	Unused equipment (uncapped, 1/4" process pipe) stored inside of tank battery secondary containment. Assorted unused pipe located southeast of separators. See photos.		
Corrective Action:	Comply with Rule 603.f.	Date:	12/20/2019

Overall Good:

**Spills:**

Type	Area	Volume		

In Containment: No

Comment: \_\_\_\_\_

Multiple Spills and Releases?

**Equipment:**

Type: Flow Line	# 3		corrective date
Comment:	Unmarked, uncapped 2" flowline risers daylight on north sides of horizontal separators. See photos.		
Corrective Action:	Lock out/tag out unused flowline risers within 24 hours of receipt of this report. Remove unused flowline risers within 30 days to comply with Rule 603.f.	Date:	12/05/2019

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	1	500 BBLS	STEEL AST		
Comment:	500 bbl AST identifies wrong operator on southwest side. See photos. Operator should consider removing or covering sign.				
Corrective Action:				Date:	

**Paint**

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

**Berms**

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Insufficient	Base Insufficient	Inadequate
Comment:	Multiple pinholes observed in walls and base of tank battery liner on inspection date. See photos. Operator was notified of compromised liner via phone on 11/26/2019			
Corrective Action:	Repair or install berms or other secondary containment devices per Rule 605.a.(4). Assess underlying soil for potential historical impacts.	Date:	12/26/2019	

**Venting:**

Yes/No	_____
Comment:	_____

Corrective Action:		Date:	
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**Flaring:**

Type			
Comment:			
Corrective Action:		Date:	

**Inspected Facilities**

Facility ID: 296941 Type: WELL API Number: 077-09661 Status: PR Insp. Status: EI

Facility ID: 296942 Type: WELL API Number: 077-09662 Status: PR Insp. Status: EI

Facility ID: 296943 Type: WELL API Number: 077-09663 Status: PR Insp. Status: EI

Facility ID: 469290 Type: SPILL OR API Number: - Status: AC Insp. Status: EI

**Environmental**

**Spills/Releases:**

Type of Spill: PRODUCED WATER Estimated Spill Volume: \_\_\_\_\_

Comment: Operator's Supplemental eForm 19 (doc #402248117) indicates that a soil sample was collected near the point of release on 11/20/2019 and that the extent of impacts is still under investigation.

Corrective Action: Provide documentation of surface owner notification and discussion of Root Cause to comply with COAs on Initial eForm 19 (doc #402241770) via a Supplemental eForm 19. Operator shall also provide complete documentation of soil sampling events as attachment(s). Date: 12/31/2019

Reportable: YES GPS: Lat \_\_\_\_\_ Long \_\_\_\_\_

Proximity to Surface Water: \_\_\_\_\_ Depth to Ground Water: \_\_\_\_\_

**Water Well Complaint:**

DWR Receipt Num: \_\_\_\_\_ Owner Name: \_\_\_\_\_ GPS : \_\_\_\_\_ Lat \_\_\_\_\_ Long \_\_\_\_\_

**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
402254138	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5004692">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5004692</a>
698100106	20191125 field photos	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5004684">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5004684</a>