

**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:

06/04/2020

Submitted Date:

06/04/2020

Document Number:

699801224

FIELD INSPECTION FORMLoc ID 312364 Inspector Name: De Paolo, Corey 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:**

9 Number of Comments

2 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	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
221333	WELL	PR	09/30/1956	GW	077-05123	DIVIDE CREEK UNIT 1 (1U)	PR

General Comment:**COGCC Inspection Report Summary**

On Thursday 6/4/20 at approximately 13:00 hours, I, Inspector Corey De Paolo,
Conducted an on-site inspection at CAERUS PICEANCE LLC DIVIDE CREEK UNIT-68S91W /36SWNW,
Location #312364 in Mesa County Colorado.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Methanol tank not properly labeled. See photo #1318 with a corrective action date of 9/4/20. Deadman not properly marked. See photo #1319 with a corrective action date of 6/18/20.

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

This is a summary of inspection report.

Location				
Lease Road:				
Type	Access			
comment:				
Corrective Action	L			Date:
Overall Good: <input checked="" type="checkbox"/>				
Signs/Marker:				
Type	TANK LABELS/PLACARDS			
Comment:	Methanol tank not properly labeled. See photo #1318			
Corrective Action:	All tanks with a capacity of ten (10) barrels or greater shall be labeled with name of operator, operator's emergency contact telephone number and tank capacity. Properly label tank			Date: 09/04/2020
Type	WELLHEAD			
Comment:				
Corrective Action:				Date:
Type	BATTERY			
Comment:				
Corrective Action:				Date:
Emergency Contact Number:				
Comment:	911			
Corrective Action:				Date: _____
Good Housekeeping:				
Type	DEBRIS			
Comment:				
Corrective Action:				Date:
Overall Good: <input checked="" type="checkbox"/>				
Spills:				
Type	Area	Volume		
In Containment: No				
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				
Fencing/:				
Type	SEPARATOR			
Comment:	Livestock panels			
Corrective Action:				Date:
Equipment:				
Type: Deadman # & Marked	# 2			corrective date
Comment:				
Corrective Action:				Date:
Type: Deadman # & Marked	# 1			

Comment: Deadman not properly marked. See photo #1319			
Corrective Action: All guy line anchors left buried for future use shall be identified by a marker of bright color not less than four (4) feet in height. Properly mark deadman.		Date: 06/18/2020	
Type: Ancillary equipment	# 1		
Comment: Chemical tank by wellhead			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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 Sufficient	Base Sufficient	Adequate
Comment: Centralized containment				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	4	500 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 Sufficient	Base Sufficient	Adequate
Comment: Centralized containment				
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	221333	Type:	WELL	API Number:	077-05123	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
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
		Gravel	Pass			
		Culverts	Pass			
Gravel	Pass					
		Berms	Pass			
Berms	Pass					
Ditches	Pass					
Sediment Traps	Pass					
		Ditches	Pass			

Comment: 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
699801225	Photos for Insp. #699801224	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5167100