

**FORM
INSP**Rev
X/20**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:

03/11/2021

Submitted Date:

03/12/2021

Document Number:

700702411

FIELD INSPECTION FORM
 Loc ID 334625 Inspector Name: Ramsey, Scott 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:

10 Number of Comments

1 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 |
|-----------------|-------|---------------------------------------|---------|
| De Paolo, Corey | | corey.depaolo@state.co.us | |
| , COGCC | | michael.longworth@state.co.us | |
| , Caerus | | COGCC.inspections@caerusoilandgas.com | |
| Kellerby, Shaun | | shaun.kellerby@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------|-------------|
| 211561 | WELL | PR | 08/02/2003 | GW | 045-07321 | BENTLEY 11-23 | PR |
| 268858 | WELL | PR | 11/01/2020 | GW | 045-09305 | BENTLEY 11-13D | PR |
| 269088 | WELL | PR | 08/13/2003 | GW | 045-09316 | BENTLEY 11-14D | PR |

General Comment:**COGCC Inspection Report Summary**

On Thursday 3/11/2021 at approximately 1000, I, Inspector Scott Ramsey, conducted an Assigned inspection at Caerus Bentley 11-23, at Location # 334625 in Garfield county Colorado.

Access to location is through Bentley 11-24.

While there, I observed normal production operations. All meters have been calibrated on location within the past year. This location is within a CPW Density/High Priority Habitat, Black bear and Wildlife Management Area. Also location is in close proximity to Project Rulison FORMER tier II. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls. C/A from previous inspection document # 701100976 (Regulator that has been replaced was left at separator.) has been completed.

During this inspection the following possible compliance issues were observed:

1. Tank battery signage does not meet requirements of new rule 605.e
2. Heavy Tracking onto county road from lease road is occurring. No tracking BMP are present at the time of inspection.
3. Location shows signs of lack of stabilization/compaction.

Refer to photograph of observed compliance issue.

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.

Location**Lease Road:**

| | | | |
|--------------------|--------------------|-------|--|
| Type | Access | | |
| comment: | Muddy/Snow covered | | |
| Corrective Action: | | Date: | |

Overall Good: ☐**Signs/Marker:**

| | | | |
|--------------------|--|-------|--|
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | 1. Tank battery signage does not meet requirements of new rule 605.e | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

| | | | |
|--------------------|-----|-------|--|
| Comment: | 911 | | |
| Corrective Action: | | Date: | |

Good Housekeeping:

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

Overall Good: ☒**Spills:**

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

In Containment: No

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

| | | | |
|-----------------------------------|-----|-------|-----------------|
| Type: Horizontal Heated Separator | # 3 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Dehydrator | # 3 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | | |
|---------------------------|---|--|-------|
| Type: Gas Meter Run | # 3 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Plunger Lift | # 3 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Bradenhead | # 3 | | |
| Comment: | Braden heads have telemetry for monitoring. | | |
| Corrective Action: | | | Date: |
| Type: Ancillary equipment | # 1 | | |
| Comment: | 500 gallon methanol tank with metal containmet next to meter houses | | |
| Corrective Action: | | | Date: |
| Type: Bird Protectors | # 6 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Tanks and Berms:

| | | | | | | |
|--------------------|---|----------|-----------|---------|--------|-------|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| CONDENSATE | 2 | 300 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 Sufficent | Base Sufficent | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | |
| | | | Date: | |

Venting:

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

Flaring:

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

Inspected FacilitiesFacility ID: 211561 Type: WELL API Number: 045-07321 Status: PR Insp. Status: PR**Producing Well**Comment: producing

Corrective Action:

Date:

Facility ID: 268858 Type: WELL API Number: 045-09305 Status: PR Insp. Status: PR**Producing Well**Comment: producing

Corrective Action:

Date:

Facility ID: 269088 Type: WELL API Number: 045-09316 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Compaction | Fail | Compaction | Fail | | | |
| Berms | | Ditches | | | | |

Comment: Limited storm water inspection due to snow cover. This location is within a CPW Density/High Priority Habitat, Black bear and Wildlife Management Area. Also location is in close proximity to Project Rulison FORMER tier II. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.
 1. Heavy Tracking onto county road from lease road is occurring. No tracking BMP are present at the time of inspection.
 2. Location and access road show signs of lack of stabilization/compaction.

Corrective Action: Install or repair required BMPs per Rule 1002.f.(2)C

Date: 03/22/2021

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 |
|--------------|----------------------|---|
| 402627515 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5375258 |
| 700702415 | Photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5375253 |