

**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:

10/22/2021

Submitted Date:

10/22/2021

Document Number:

699803741

FIELD INSPECTION FORMLoc ID 334084 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:

27 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
, Caerus		COGCC.inspections@caerus oilandgas.com	
Kellerby, Shaun		shaun.kellerby@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
270393	WELL	PR	12/12/2003	GW	045-09547	ST. PARACHUTE TBI 36-32	PR
270395	WELL	PR	03/13/2004	GW	045-09548	S.PARACHUTE TBI 36-33D	PR
275593	WELL	PR	12/01/2020	GW	045-10354	TBI FEDERAL 36-13 PK36-7-96	PR
275596	WELL	SI	04/01/2020	GW	045-10357	TBI FEDERAL 36-15 (PK-36-7-	SI
275600	WELL	SI	07/01/2019	GW	045-10361	TBI FEDERAL 36-14 (PK-36-7-	SI

General Comment:**COGCC Inspection Report Summary**

On Thursday 10/21/21 at approximately 12:00 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at CAERUS PICEANCE LLC ST. PARACHUTE TBI67S96W /36NESW, Location #334084 in Garfield County Colorado. Refer to document #699803088 inspection conducted on 5/17/21. Previous corrective actions have not been completed. While there, I observed normal production operations. During this inspection the following compliance issues were observed:

- 1) No battery sign located at the tank battery with a previous corrective action date of 8/17/21.
- 2) Vertical separator includes glycol storage tank. Glycol storage tank is approximately 4'x5'x16' with an approximate capacity of 57 barrels. Glycol storage tank missing required information with a corrective action date of 12/21/21
- 3) Multiple flow line heating insulation open ended and not capped with a corrective action date of 10/28/21.
- 4) Location lacks stabilization. Insufficient tracking BMP at entrance to location. Run on to location is not being controlled. Rill erosion occurring on cut slope. Sediment encroaching on equipment with a previous corrective action date of 6/1/21.

- Location is located in a high priority habitat area. All drainages contribute to the Colorado River.

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

Overall Good: ☒

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:	No battery sign located at the tank battery.		
Corrective Action:	A permanent, conspicuous sign will be located at the tank battery.	Date:	08/17/2021
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Vertical separator includes glycol storage tank. Glycol storage tank is approximately 4'x5'x16' with an approximate capacity of 57 barrels. Glycol storage tank missing required information.		
Corrective Action:	All Tanks with a capacity of 10 Barrels or greater will be labeled with Name of operator, Operator's emergency contact telephone number, Tank capacity, Tank contents, and NFPA label or equivalent globally harmonized label.	Date:	12/21/2021
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☒

Spills:			
Type	Area	Volume	
In Containment: No			
Comment: _____			
<input type="checkbox"/> Multiple Spills and Releases?			

Equipment:			corrective date
Type: Plunger Lift	# 4		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Bradenhead	# 5		
Comment:	Pressure transducers present on all braden heads. All braden head valves are accessible.		
Corrective Action:		Date:	
Type: Other	# 2		
Comment:	Multiple flow line heating insulation open ended and not capped.		
Corrective Action:	Operators will prevent and minimize adverse impacts to wildlife resources.	Date:	10/28/2021

Type: Ancillary equipment	# 1	
Comment:	Chemical tank by wellhead	
Corrective Action:		Date:
Type: Bird Protectors	# 2	
Comment:		
Corrective Action:		Date:
Type: Horizontal Heated Separator	# 1	
Comment:		
Corrective Action:		Date:
Type: Gas Meter Run	# 5	
Comment:	All meter runs have been calibrated in the last year.	
Corrective Action:		Date:
Type: Pig Station	# 1	
Comment:		
Corrective Action:		Date:
Type: Plunger Lift	# 1	
Comment:	Federal 36-14 on free flow no tools	
Corrective Action:		Date:
Type: Gas Meter Run	# 5	
Comment:	Gas injection	
Corrective Action:		Date:

Tanks and Berms:

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

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 270393 Type: WELL API Number: 045-09547 Status: PR Insp. Status: PR**Producing Well**Comment: ProducingCorrective Action: Date: Facility ID: 270395 Type: WELL API Number: 045-09548 Status: PR Insp. Status: PR**Producing Well**Comment: ProducingCorrective Action: Date: Facility ID: 275593 Type: WELL API Number: 045-10354 Status: PR Insp. Status: PR**Producing Well**Comment: ProducingCorrective Action: Date: Facility ID: 275596 Type: WELL API Number: 045-10357 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily AbandonedReminder: Comment: Last produced March 2020Corrective Action: Date: Facility ID: 275600 Type: WELL API Number: 045-10361 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily AbandonedReminder: Comment: Last produced June 2021Corrective 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					Location lacks stabilization
Gravel	Fail					Gravel insufficient
		Gravel				
				Material Handling And Spill Prevention		Chemical tank
		Culverts				
		Compaction				
		Ditches				
Sediment Traps						
Berms	Fail					Run on to location is not being controlled
		Check Dams				
		Berms				
Other	Fail					Insufficient tracking BMP at entrance to location
Ditches	Fail					Rill erosion occurring on cut slope

Comment: [Location lacks stabilization. Insufficient tracking BMP at entrance to location. Run on to location is not being controlled. Rill erosion occurring on cut slope. Sediment encroaching on equipment.](#)

Corrective Action: [Oil and gas operators shall implement and maintain Best Management Practices \(BMPs\) at all oil and gas locations](#)

Date: 06/01/2021

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Refer to Signs/Markers, Equipment and Stormwater for corrective actions.	depaoloc	10/22/2021

Attached Documents

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

Document Num	Description	URL
699803742	Photos for Insp. #699803741	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5564808