

**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:

700703413

FIELD INSPECTION FORM

Loc ID: 334838 Inspector Name: Ramsey, Scott On-Site Inspection: 2A Doc Num: _____

Status Summary:

THIS IS A FOLLOW UP INSPECTION

FOLLOW UP INSPECTION REQUIRED

NO FOLLOW UP INSPECTION REQUIRED

Findings:

7 Number of Comments

1 Number of Corrective Actions

Corrective Action Response Requested

Operator Information:

OGCC Operator Number: 10456

Name of Operator: CAERUS PICEANCE LLC

Address: 1001 17TH STREET #1600

City: DENVER State: CO Zip: 80202

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 | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------|-------------|
| 211398 | WELL | SI | 11/01/2020 | GW | 045-07158 | KRK 7-2 | SI |
| 262826 | WELL | PR | 08/28/2002 | GW | 045-08052 | KRK 7-3B (B7) | PR |
| 262828 | WELL | PR | 08/09/2002 | GW | 045-08054 | K R K 7-2B (B7) | PR |
| 262829 | WELL | PR | 08/09/2002 | GW | 045-08055 | K R K 7-1B (B7) | PR |

General Comment:

COGCC Inspection Report Summary
 On Thursday 10/21/2021 at approximately 1400, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus B7, at Location # 334838 in Garfield county Colorado.
 While there, I observed well was shut in. All meters have been calibrated on location within the past year. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.
 During this inspection the following compliance issues were observed:
 1. Four horizontal unit separators includes 4 glycol storage tank, storage vessel contains no labeling to specify capacity or chemical hazard information.
 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: | | | |
| Corrective Action: | | | Date: |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Signs/Marker: | | | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | OTHER | | |
| Comment: | Four horizontal unit separators includes 4 glycol storage tank, storage vessel contains no labeling to specify capacity or chemical hazard information. | | |
| Corrective Action: | Install proper labeling | | Date: 01/28/2022 |
| 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? | | | |
| Equipment: | | | |
| Type: | Bird Protectors | # 4 | corrective date |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: | Plunger Lift | # 4 | |
| Comment: | | | |
| Corrective Action: | | | Date: |

| | | | |
|-----------------------------------|-----|--|-------|
| Type: Bradenhead | # 4 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Horizontal Heated Separator | # 4 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Deadman # & Marked | # 2 | | |
| Comment: | | | |
| 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: | | | | |
| Corrective Action: | | | | Date: |

| 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 Sufficient | Base Sufficient | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

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

Flaring:

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

Inspected Facilities

Facility ID: 211398 Type: WELL API Number: 045-07158 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: Last produced 10/2020

Corrective Action: _____ Date: _____

Facility ID: 262826 Type: WELL API Number: 045-08052 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

Corrective Action: _____ Date: _____

Facility ID: 262828 Type: WELL API Number: 045-08054 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

Corrective Action: _____ Date: _____

Facility ID: 262829 Type: WELL API Number: 045-08055 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | Culverts | | | | |
| | | Ditches | | | | |

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 |
|--------------|----------------------|---|
| 402850572 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5562091 |
| 700703421 | Photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5562074 |