

**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:

08/23/2022

Submitted Date:

08/25/2022

Document Number:

702800571

FIELD INSPECTION FORMLoc ID 334828 Inspector Name: O'Malley, Anna 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:**

6 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
,		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211175	WELL	PA	11/30/2020	GW	045-06934	KELL 35-12	RI
257864	WELL	PA	11/20/2020	GW	045-07604	KELL 35-11 (L35)	RI
257866	WELL	PA	11/30/2020	GW	045-07605	GMU 35-13 (L35)	RI
257867	WELL	PA	10/01/2020	GW	045-07606	GMU 35-5 (L 35)	RI
257868	WELL	PA	11/30/2020	GW	045-07607	GMU 35-14 (L35)	RI
334828	LOCATION	CL			-	GMU-66S93W 35NWSW	RI

General Comment:

On 08/23/2022, Reclamation Specialist O'Malley conducted a Final Reclamation and Stormwater inspection at Caerus Piceance LLC's GMU-66S93W /35NWSW Location #334828 in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Noxious Weeds

- Final Reclamation: pigging station and access road/turn-around remain

Refer to the "Location," "Reclamation," "Stormwater" and "COGCC Comments" sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

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

LocationOverall Good: ☐

Emergency Contact Number:

Comment: Corrective Action: Date: **Good Housekeeping:**

Type	WEEDS		
Comment:	A small patch of Russian knapweed (CO List B Noxious Weed) was observed at the northeast of the Location (40.481518, -107.749309). A fall corrective action date is being given to allow for proper treatment of this species.		
Corrective Action:	Conduct weed management to prevent further establishment and spread of Noxious Weeds. Ongoing weed management required until location passes final reclamation.		Date: 09/30/2022

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

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

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities				
Facility ID: <u>211175</u>	Type: <u>WELL</u>	API Number: <u>045-06934</u>	Status: <u>PA</u>	Insp. Status: <u>RI</u>
Facility ID: <u>257864</u>	Type: <u>WELL</u>	API Number: <u>045-07604</u>	Status: <u>PA</u>	Insp. Status: <u>RI</u>
Facility ID: <u>257866</u>	Type: <u>WELL</u>	API Number: <u>045-07605</u>	Status: <u>PA</u>	Insp. Status: <u>RI</u>
Facility ID: <u>257867</u>	Type: <u>WELL</u>	API Number: <u>045-07606</u>	Status: <u>PA</u>	Insp. Status: <u>RI</u>
Facility ID: <u>257868</u>	Type: <u>WELL</u>	API Number: <u>045-07607</u>	Status: <u>PA</u>	Insp. Status: <u>RI</u>
Facility ID: <u>334828</u>	Type: <u>LOCATION</u>	API Number: <u>-</u>	Status: <u>CL</u>	Insp. Status: <u>RI</u>

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? _____ Production areas stabilized ? _____

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment _____

Corrective Action _____ Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads _____ Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed **Fail** _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present **Fail** _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Refer to the "Location" section of this inspection report for weed control corrective action.

Refer to the "COGCC Comments" section of this inspection report for additional "FINAL RECLAMATION COMMENTS".

Transects were conducted indicating vegetation in the reclaimed areas has achieved total perennial, non-invasive uniform plant cover of at least 80 percent of reference area levels at the time of this inspection. See attached. However, the entire Location has not been reclaimed; a pig launcher/receiver, associated road and turn-around are present at the southeast of the Location. This equipment and the associated road and turn-around must be reclaimed per 1004 rules. Revegetation will be reassessed once the entire Location is reclaimed.

Corrective Action: Remove pig launcher/receiver, associated road and turn-around and reclaim in accordance with 1004 rules.

Date **11/25/2022**

Overall Final Reclamation **Fail**

Well Release on Active Location ☐

Multi-Well Location ☐

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment: At the time of this inspection no stormwater issues were observed. A straw wattle is present along the downslope perimeter of the Location which must be removed for the Location to receive a passing final inspection.

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
FINAL RECLAMATION COMMENTS	omalleya	08/25/2022
Operator submitted document #403137684 indicating Final reclamation complete and stating "A pig launcher/receiver remains in the southwest disturbance boundaries. The remaining road and turn-around are used for pigging operations and will be reclaimed following pipeline abandonment."		
Per 1004 Rules the pig launcher/receiver, associated road and turn-around must be removed and reclaimed for Final Reclamation.		

Attached Documents

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

Document Num	Description	URL
702800574	Transect Datasheet	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5840432
702800575	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5840433