

**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:

11/23/2022

Submitted Date:

11/23/2022

Document Number:

699805261**FIELD INSPECTION FORM**

|  |                                    |   |                   |  |
|--|------------------------------------|---|-------------------|--|
| Loc ID<br>311577   | Inspector Name:<br>De Paolo, Corey | On-Site Inspection <input type="checkbox"/> | 2A Doc Num: _____ | <b>Status Summary:</b><br><input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION<br><input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED<br><input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED  |
| <b>Operator Information:</b><br>OGCC Operator Number: <u>10456</u><br>Name of Operator: <u>CAERUS PICEANCE LLC</u><br>Address: <u>1001 17TH STREET #1600</u><br>City: <u>DENVER</u> State: <u>CO</u> Zip: <u>80202</u> |                                    |   |                   | <b>Findings:</b><br><u>11</u> Number of Comments<br><u>1</u> Number of Corrective Actions<br><input checked="" type="checkbox"/> Corrective Action Response Requested<br><b>ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE</b> |

| <b>Contact Information:</b> |       |   |         |
|-----------------------------|-------|---|---------|
| Contact Name                | Phone | Email                                     | Comment |
| , Caerus                    |       | COGCC.inspections@caerus<br>oilandgas.com |         |

| <b>Inspected Facilities:</b> |      |        |             |            |           |               |             |
|------------------------------|------|--------|-------------|------------|-----------|---------------|-------------|
| Facility ID                  | Type | Status | Status Date | Well Class | API Num   | Facility Name | Insp Status |
| 211034                       | WELL | PR     | 10/01/2020  | GW         | 045-06792 | FEDERAL 6204  | PR          |

**General Comment:**

COGCC Inspection Report Summary  
 On Tuesday 11/22/22 at approximately 11:00 hours, I, Inspector Corey De Paolo,  
 Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL-66S99W /26SENW.  
 Location #311577 in Garfield County Colorado.  
 While there, I observed normal production operations.  
 During this inspection the following compliance issues were observed:

1) Flow line heating insulation open ended and not capped with a corrective action date of 12/4/22.

- Location is located in a high priority habitat area.

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: ☒

|                      |  |       |  |
|----------------------|--|-------|--|
| <b>Signs/Marker:</b> |  |       |  |
| Type                 | BATTERY  |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | TANK LABELS/PLACARDS   |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | WELLHEAD   |       |  |
| Comment:             |  |       |  |
| Corrective Action:   |  | Date: |  |
| Type                 | OTHER  |       |  |
| Comment:             | Separator units include an attached storage tank. The storage tank is approximately 2'x3'x14' with an approximate capacity of 15 bbl. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank. |       |  |
| Corrective Action:   |  | Date: |  |

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: \_\_\_\_\_

Overall Good: ☒

|                |      |        |  |
|----------------|------|--------|--|
| <b>Spills:</b> |      |        |  |
| Type           | Area | Volume |  |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

|                    |                 |       |  |
|--------------------|-----------------|-------|--|
| <b>Fencing/:</b>   |                 |       |  |
| Type               | WELLHEAD        |       |  |
| Comment:           | Pipe rail fence |       |  |
| Corrective Action: |                 | Date: |  |
| Type               | TANK BATTERY    |       |  |
| Comment:           | Hog panels      |       |  |
| Corrective Action: |                 | Date: |  |

|                       |  |       |                  |
|-----------------------|--|-------|------------------|
| <b>Equipment:</b>     |  |       | corrective date  |
| Type: Other           | # 1  |       |                  |
| Comment:              | Flow line heating insulation open ended and not capped.                    |       |                  |
| Corrective Action:    | Operators will prevent and minimize adverse impacts to wildlife resources. |       | Date: 12/04/2022 |
| Type: Bird Protectors | # 2  |       |                  |
| Comment:              |  |       |                  |
| Corrective Action:    |  | Date: |                  |

|                                   |  |       |
|-----------------------------------|--|-------|
| Type: Bradenhead                  | # 1  |       |
| Comment:                          | No form of pressure monitoring equipment located on braden heads. All braden head valves are accessible. |       |
| Corrective Action:                |  | Date: |
| Type: Plunger Lift                | # 1  |       |
| Comment:                          | Well on plunger lift   |       |
| Corrective Action:                |  | Date: |
| Type: Horizontal Heated Separator | # 1  |       |
| Comment:                          |  |       |
| Corrective Action:                |  | Date: |
| Type: Gas Meter Run               | # 1  |       |
| Comment:                          |  |       |
| Corrective Action:                |  | Date: |

**Tanks and Berms:**

| Contents           | # | Capacity | Type             | Tank ID | SE GPS |
|--------------------|---|----------|------------------|---------|--------|
| CONDENSATE         | 1 | 400 BBLS | HEATED STEEL AST |         | ,      |
| Comment:           |   |          |                  |         |        |
| Corrective Action: |   |          |                  |         | Date:  |

**Paint**

|                  |          |  |
|------------------|----------|--|
| Condition        | Adequate |  |
| Other (Content)  |          |  |
| Other (Capacity) |          |  |
| Other (Type)     |          |  |

**Berms**

| Type               | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|----------|---------------------|---------------------|-------------|
| Earth              | 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:         | 211034 | Type:     | WELL | API Number: | 045-06792 | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
|                  |                 | Check Dams              |                       |               |                          |         |
| Compaction       |                 |                         |                       |               |                          |         |
| Sediment Traps   |                 |                         |                       |               |                          |         |
|                  |                 | Berms                   |                       |               |                          |         |
|                  |                 | Sediment Traps          |                       |               |                          |         |
|                  |                 | Culverts                |                       |               |                          |         |
| Berms            |                 |                         |                       |               |                          |         |
|                  |                 | Ditches                 |                       |               |                          |         |
| Gravel           |                 |                         |                       |               |                          |         |
| Ditches          |                 |                         |                       |               |                          |         |

Comment: Location appears to have some gravel throughout the location with light compaction. Places with light to no gravel are present on location. Light gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action:

Date: \_\_\_\_\_

**Pits:** ☒ NO SURFACE INDICATION OF PIT

**COGCC Comments**

| Comment                                   | User     | Date       |
|---|----------|------------|
| Refer to Equipment for corrective actions | depaoloc | 11/23/2022 |

**Attached Documents**

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

| Document Num | Description                 | URL   |
|--------------|-----------------------------|---|
| 403239532    | INSPECTION SUBMITTED        | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5924667">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5924667</a> |
| 699805262    | Photos for Insp. #699805261 | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5924663">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5924663</a> |