

**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:

03/06/2023

Submitted Date:

03/08/2023

Document Number:

696204748

FIELD INSPECTION FORMLoc ID 335596 Inspector Name: Trujillo, Aaron 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:**

12 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
, "		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
285007	WELL	PR	04/12/2007	GW	045-12348	CHEVRON 18-3D	RI
285008	WELL	PR	03/27/2013	GW	045-12347	CHEVRON 18-4D	RI
285009	WELL	PR	04/04/2007	GW	045-12346	CHEVRON 18-5D	RI
285010	WELL	PR	04/18/2007	GW	045-12345	CHEVRON 18-2D	RI
285011	WELL	PR	04/18/2007	GW	045-12344	CHEVRON 18-1D	RI
335596	LOCATION	AC			-	CHEVRON K17 696	RI

General Comment:

On 3/06/2023, Reclamation Specialist Trujillo inspected Caerus Piceance's Chevron K17 696 Location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Stormwater
- Signage
- Liner integrity
- Good housekeeping

Refer to the "Location", Reclamation" and "Stormwater" 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.

Location

Lease Road:			
Type			
comment:	See "Stormwater".		
Corrective Action		Date:	

Overall Good: ☐

Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Sign/Label at 95 bbl condensate tank no longer legible/information not posted.		
Corrective Action:	Install sign to comply with Rule 605.h.	Date:	04/08/2023

Emergency Contact Number:

Comment:		
Corrective Action:		Date: _____

Good Housekeeping:		
Type	UNUSED EQUIPMENT	
Comment:	Unused pipe observed stored within the containment berm of the 95 bbl condensate tank.	
Corrective Action:	Comply with Rule 606.	Date: 03/15/2023

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:		
Type	WELLHEAD	
Comment:	Panelling.	
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	<100 BBLS	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	
Other (Content)	
Other (Capacity)	95 bbl
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal		Walls Insufficient	Base Insufficient	Inadequate
Comment:	Secondary containment is not sufficiently impervious to contain spilled or released materials; various holes/tears observed throughout liner.			
Corrective Action:	Maintain BMP to ensure containment is sufficiently impervious to contain spill or release			Date: 04/08/2023

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLS	STEEL AST		,
Comment:					
Corrective Action:					
Date:					

Paint

Condition	
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		
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities				
Facility ID: <u>285007</u>	Type: <u>WELL</u>	API Number: <u>045-12348</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>285008</u>	Type: <u>WELL</u>	API Number: <u>045-12347</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>285009</u>	Type: <u>WELL</u>	API Number: <u>045-12346</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>285010</u>	Type: <u>WELL</u>	API Number: <u>045-12345</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>285011</u>	Type: <u>WELL</u>	API Number: <u>045-12344</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>335596</u>	Type: <u>LOCATION</u>	API Number: <u>-</u>	Status: <u>AC</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? PassComment [No waste or debris observed on the working pad and interim areas of the Location.](#)

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment [See "Good Housekeeping".](#)

Corrective Action _____

Date _____

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

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment [Limited visibility due to snow cover; anchors not observed.](#)

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 Limited visibility due to snow cover; no immediate reclamation issues observed. Interim areas that were visible appear to be progressing towards 1003 standards.

Corrective Action Date _____

Overall Interim Reclamation ☐ In Process ☐

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 _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

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

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action: Date _____

Overall Final Reclamation ☐ 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
<p>Comment: It was observed in this inspection that BMPs to stabilize, as well as to manage runoff, minimize degradation, tracking and sediment transport at the access road and Location entrance are missing or insufficient; tracking/degradation observed.</p> <p>95% of the working pad area covered in snow; BMPs at observable areas of the working pad also do not appear to be adequate to stabilize the Location, as well as to minimize degradation and tracking during wet conditions.</p> <p>Corrective Action: Install or repair required BMPs per Rule 1002.f.</p> <p>Date: 03/11/2023</p>						
<p>Pits: <input type="checkbox"/> NO SURFACE INDICATION OF PIT</p>						

Attached Documents

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

Document Num	Description	URL
696204749	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6044563