

FORM
INSPRev
X/20State of Colorado
Oil and Gas Conservation Commission1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

03/21/2023

Submitted Date:

03/23/2023

Document Number:

696204778

FIELD INSPECTION FORM

 Loc ID 335781 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:

- 9 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
270378	WELL	PR	03/01/2019	GW	045-09541	CHEVRON 21A-17D	RI
270380	WELL	SI	07/01/2022	GW	045-09542	CHEVRON 22A-17D	RI
270382	WELL	PR	03/01/2019	GW	045-09543	CHEVRON 21C-17D	RI
335781	LOCATION	AC			-	Parachute Creek 5A	RI
446089	WELL	PR	09/19/2017	GW	045-23236	Chevron 11C-17	RI
446090	WELL	PR	03/01/2019	GW	045-23237	Chevron 22E-17	RI
446091	WELL	PR	09/23/2017	GW	045-23238	Chevron 21C-17	RI
446092	WELL	PR	09/14/2017	GW	045-23239	Chevron 11D-17	RI
446093	WELL	PR	03/01/2019	GW	045-23240	Chevron 21E-17	RI
446094	WELL	PR	09/07/2017	GW	045-23241	Chevron 21B-17	RI
446095	WELL	PR	09/14/2017	GW	045-23242	Chevron 21D-17	RI
446096	WELL	PR	09/13/2017	GW	045-23243	Chevron 12A-17	RI
446097	WELL	PR	09/10/2017	GW	045-23244	Chevron 22B-17	RI
446098	WELL	PR	09/06/2017	GW	045-23245	Chevron 11A-17	RI

General Comment:

On 3/21/2023, Reclamation Specialist Trujillo inspected Caerus Piceance's Parachute Creek 5A Location in Garfield County, Colorado.

Location within a CPW High Priority Habitat area, and ~110 yads from Parachute Creek.

This inspection is a follow-up to #696204600 and #696204742 to document compliance with the following corrective actions:

-Stormwater; working pad lacks stabilization

It was observed in this inspection that the Location remains out of compliance with COGCC Rules and Corrective actions.

The following new compliance issues were observed per this inspection:

-Inadequate containment at methanol tanks.

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

Overall Good:

Signs/Marker:

Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Overall Good:

Spills:

Type	Area	Volume		

In Containment: No

Comment:

Multiple Spills and Releases?

Fencing/:

Type	TANK BATTERY		
Comment:	Livestock panels / barbed wire combination		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Livestock panels		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Barbed wire		
Corrective Action:		Date:	

Equipment:

Type:	#		corrective date
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1				,
Comment:	<input type="text"/>				

Corrective Action:		Date:	
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Paint

Condition	
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Other	Inadequate			Inadequate
Comment:	The secondary containment for the methanol tank located at the eastern end of the Location appears to have filled; discolored fluids observed; possible leak at tank; containment no longer appears adequate to contain a spill			
Corrective Action:	Ensure tank integrity and repair as needed if leak is found. Maintain BMP to ensure containment remains adequate; remove and properly dispose fluids from containment.			Date: 03/30/2023

Venting:

Yes/No			
Comment:			
Corrective Action:			Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: <u>270378</u>	Type: <u>WELL</u>	API Number: <u>045-09541</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>270380</u>	Type: <u>WELL</u>	API Number: <u>045-09542</u>	Status: <u>SI</u>	Insp. Status: <u>RI</u>
Facility ID: <u>270382</u>	Type: <u>WELL</u>	API Number: <u>045-09543</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>335781</u>	Type: <u>LOCATION</u>	API Number: <u>-</u>	Status: <u>AC</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446089</u>	Type: <u>WELL</u>	API Number: <u>045-23236</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446090</u>	Type: <u>WELL</u>	API Number: <u>045-23237</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446091</u>	Type: <u>WELL</u>	API Number: <u>045-23238</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446092</u>	Type: <u>WELL</u>	API Number: <u>045-23239</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446093</u>	Type: <u>WELL</u>	API Number: <u>045-23240</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446094</u>	Type: <u>WELL</u>	API Number: <u>045-23241</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446095</u>	Type: <u>WELL</u>	API Number: <u>045-23242</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446096</u>	Type: <u>WELL</u>	API Number: <u>045-23243</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446097</u>	Type: <u>WELL</u>	API Number: <u>045-23244</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
Facility ID: <u>446098</u>	Type: <u>WELL</u>	API Number: <u>045-23245</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>

Reclamation - Storm Water - Pit

Storm Water:

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

Comment: [See "COGCC Comments"](#).

Corrective Action: **Install or maintain BMPs per good engineering practices, in accordance with Rule 1002.f**

Date: 01/28/2023

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
<p>STORWATER COMMENT</p> <p>Inspection Inspection #696204600 and #696204742 observed that BMPs to minimize erosion, degradation, tracking and sediment transport are missing or insufficient at the Location; upper and lower working pad areas lacked stabilization; tracking/degradation/sediment transport observed. Inspections required Operator to comply with 1002.f.</p> <p>It was observed in this inspection that stormwater and erosion control BMPs, including tracking controls on the upper and lower working pad areas remain missing or insufficient; degradation has persisted; Repairing only by grading will not be sufficient. Additionally, the lower working pad areas on the east end of the Location have not been properly engineered/graded to allow for adequate stormwater discharge, resulting in ponding at production equipment (wells), ponding on the pad, and further destabilization; BMPs to minimize stormwater contact/ponding at production equipment also required.</p> <p>This corrective action has not been addressed and remains applicable. BMP's must be implemented in accordance with good engineering practices and must be maintained.</p>	trujilloam	03/23/2023

Attached Documents

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

Document Num	Description	URL
696204779	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6060640