

**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:

04/28/2023

Submitted Date:

05/02/2023

Document Number:

699805560

FIELD INSPECTION FORMLoc ID 312705 Inspector Name: De Paolo, Corey 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:**

17 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 |
|--------------|-------|---|---------|
| , Caerus | | COGCC.inspections@caerus oilandgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 275007 | WELL | PR | 11/01/2022 | GW | 077-08843 | HYRUP 18-15 | PR |

General Comment:**COGCC Inspection Report Summary**

On 4/27/23 at approximately 12:00 hours, I, Inspector Corey De Paolo,
Conducted an on-site inspection at CAERUS PICEANCE LLC HYRUP-68S95W /18NWSW.
Location #312705 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 CA date of 5/9/23.
- 2) -Location lacks stabilization
 - Gravel insufficient
 - Insufficient tracking BMP at entrance to location. To minimize the transport of sediment.
 - Access road lacks stabilization with a CA date of 5/17/23.

-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 the inspection report

LocationOverall Good: ☐**Signs/Marker:**

| | | | |
|--------------------|--|-------|--|
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | OTHER | | |
| Comment: | Separator units include attached storage tanks. 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: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☐**Spills:**

| | | | | |
|------|------|--------|--|--|
| Type | Area | Volume | | |
|------|------|--------|--|--|

In Containment: No

Comment: _____

☐ Multiple Spills and Releases?**Fencing/:**

| | | | |
|--------------------|-----------------|-------|--|
| Type | TANK BATTERY | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |
| Type | SEPARATOR | | |
| Comment: | Pipe rail fence | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Hog panels | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|------------------|--|--|-----------------|
| Type: Bradenhead | # 1 | | corrective date |
| Comment: | No form of pressure monitoring equipment located on braden heads. All braden head valves are accessible. | | |

| | | | |
|-----------------------------------|--|-------|------------|
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 1 | | |
| Comment: | Well on plunger lift | | |
| Corrective Action: | | 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: | 05/09/2023 |
| Type: Bird Protectors | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

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

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | 210 bl | |
| 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: 275007 | Type: WELL | API Number: 077-08843 | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|--|
| Gravel | Fail | | | | | -Gravel insufficient |
| Compaction | Fail | | | | | -Location lacks stabilization |
| Other | Fail | | | | | -Insufficient tracking BMP at entrance to location |
| | | Ditches | | | | |
| | | Berms | | | | |
| Ditches | | | | | | |
| | | Compaction | Fail | | | -Access road lacks stabilization. |
| | | Gravel | Fail | | | -Gravel insufficient |
| Berms | | | | | | |

Comment: -Location lacks stabilization
 -Gravel insufficient
 -Insufficient tracking BMP at entrance to location. To minimize the transport of sediment.
 -Access road lacks stabilization.

Corrective Action: -Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations in a manner that minimizes erosion, transport of sediment off site and site degradation.

Date: 05/17/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| Refer to Equipment and Storm water for corrective actions. | depaoloc | 04/28/2023 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|--|---|
| 699805561 | Photos for Insp. #699805560 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6101537 |
| 699805562 | Storm water photo log Insp. #699805560 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6101538 |