

**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:

05/11/2023

Submitted Date:

05/11/2023

Document Number:

708900458

FIELD INSPECTION FORMLoc ID 324093 Inspector Name: Smelser, Wayne 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:**

16 Number of Comments

1 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	
Kellerby, Shaun		shaun.kellerby@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
256752	WELL	PR	02/18/2000	GW	045-07494	MAMM MOUNTAIN RANCH 17-8 (H17E)	PR

General Comment:**COGCC Inspection Report Summary**

On 05/11/2023 at approximately 10:45 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC H17E pad.

Location # 324093 in Garfield County Colorado.

Location is within High Priority/Density/NSO/Black Bear Habitat areas.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Failure to maintain chemical BMP with a CA date of 05/12/2023

I contacted Caerus at approximately 10:48 hours & spoke with Jack Barnes in the operations control center. I informed him that the chemical containment was full & told him I was issuing a 24 hour corrective action on it. He said they'd dispatch a truck & get it pulled asap.

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.

Any corrective actions not addressed from previous inspections are still applicable.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action		Date:	

Overall Good: ☐**Signs/Marker:**

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

Emergency Contact Number:

Comment:	911/970-285-2615	
Corrective Action:		Date: _____

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

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

			corrective date
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 2		
Comment:	Marked		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		

Comment:	Chemical tank	Date:	
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	Pressure transducer located on bradenhead, bradenhead valve is accessible.	Date:	
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:		Date:	
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit meter & meter house	Date:	
Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:	Well on plunger lift	Date:	
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	<50 BBLS	STEEL AST		,
Comment:	Centralized containment				
Corrective Action:		Date:			

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	12 bbls
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficent	Base Sufficent		
Comment:					
Corrective Action:		Date:			
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	300 BBLS	STEEL AST		,
Comment:	Centralized containment				
Corrective Action:		Date:			

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
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Metal	Adequate	Walls Sufficent	Base Sufficent		
Comment:					
Corrective Action:					Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities									
Facility ID:	256752	Type:	WELL	API Number:	045-07494	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
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
Compaction						Small areas with light compaction
		Gravel				Sparse
				Material Handling And Spill Prevention	Fail	Failure to maintain chemical BMP
		Culverts				
Gravel						
		Ditches				
		Compaction				

Comment: Chemical containment full of fluid/Failure to maintain chemical BMP

I contacted Caerus at approximately 10:48 hours & spoke with Jack Barnes in the operations control center. I informed him that the chemical containment was full & told him I was issuing a 24 hour corrective action on it. He said they'd dispatch a truck & get it pulled asap.

Corrective Action: Operators shall implement BMPs in accordance with good engineering practices, including measures such as: Materials handling and spill prevention procedures and practices implemented for material handling and spill prevention of materials used, stored, or disposed of that could result in discharges causing pollution of surface waters.

Date: 05/12/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Stormwater for observed compliance issue.	smelserw	05/11/2023

Attached Documents

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

Document Num	Description	URL
708900459	Inspection 708900458 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6111690
708900460	Inspection 708900458 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6111692