

**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:

05/04/2023

Submitted Date:

05/05/2023

Document Number:

707800323

FIELD INSPECTION FORMLoc ID 335359 Inspector Name: Ramsey, Scott 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:

- 11 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
Arauz, Steven		steven.arauza@state.co.us	
Fischer, Alex		alex.fischer@state.co.us	
, COGCC		anna.omalley@state.co.us	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
257648	WELL	PR	05/01/2022	GW	045-07583	KELL 35-3	PR
257660	WELL	PR	10/13/2004	GW	045-07585	BENZEL 35-7 (C35)	PR
257665	WELL	PR	10/13/2004	GW	045-07589	KELL 35-6 (C35)	PR
273777	WELL	PR	03/05/2005	GW	045-10283	CRAIG 35-6A (C35)	PR
273779	WELL	PR	03/04/2005	GW	045-10284	CRAIG 35-5A (C35)	PR
274937	WELL	PR	03/22/2005	GW	045-13440	GMU 35-4A1(C35)	PR

General Comment:

COGCC Inspection Report Summary On Tuesday 5/2/2023, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus C35, at Location # 335359 in Garfield county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

While there, I observed normal production operations. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls. I contacted the operator and they had informed me that they were aware of the dead livestock, due to inspection document #698100287 done on 4/18/2023 by Steven Arauza had noticed two dead horses on location. I contacted Garfield county Sheriff (Sargent Jesse Burris), they were also aware of the horses and have an active case # 23-7015 due to a separate individual reporting animal cruelty. The sheriff stated they were able to save other horses. The sheriff also had to have a veterinarian euthanize one of the horses (brown one) veterinarian assured the deputies that the horses were not poisoned, yet just malnourished. C/A's from previous inspection document #698100287 ("Two dead horses observed on pad" C/A date 5/19/23 and "it was observed in this inspection that the Location shows signs of lack of stabilization BMPs in some areas, as is evidenced by the presence of ruts. Tracking control BMPs to minimize/mitigate tracking and offsite sediment transport are missing or insufficient" C/A date 2/4/23) have not been addressed yet. All other C/A's from previous inspection have been completed.

During this inspection the following compliance issues were observed:

1. It was observed in this inspection that the Location shows signs of lack of stabilization BMPs in some areas, as is evidenced by the presence of ruts. Tracking control BMPs to minimize/mitigate tracking and offsite sediment transport are missing or insufficient. C/A date 2/4/23. Also Cut slope shows signs of lack of stabilization, refer to inspection document # 702801210.

2. Two dead horses observed on pad. C/A date 5/19/23 Refer to photograph of observed compliance issue.

A follow up on this site inspection may be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

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

Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
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:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Two dead horses observed on pad.		
Corrective Action:	Comply with Rule 606	Date:	05/19/2023

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

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

			corrective date
Type: Gas Meter Run	# 7		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 6		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 4		
Comment:			
Corrective Action:		Date:	

Type: Vertical Heated Separator	# 3		
Comment:			
Corrective Action:			Date:
Type: Plunger Lift	# 6		
Comment:			
Corrective Action:			Date:
Type: Horizontal Heated Separator	# 3		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	400 BBLs	STEEL AST		,	
Comment:						
Corrective Action:						Date:

Paint

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

Berms

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

Contents	#	Capacity	Type	Tank ID	SE GPS	
PRODUCED WATER	1	300 BBLs	STEEL AST		,	
Comment:						
Corrective Action:						Date:

Paint

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

Berms

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

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	257648	Type:	WELL	API Number:	045-07583	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	257660	Type:	WELL	API Number:	045-07585	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	257665	Type:	WELL	API Number:	045-07589	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	273777	Type:	WELL	API Number:	045-10283	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	273779	Type:	WELL	API Number:	045-10284	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	274937	Type:	WELL	API Number:	045-13440	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
		Ditches				
		Culverts				
Compaction	Fail					
Ditches						
Berms						

Comment: 1. It was observed in this inspection that the Location shows signs of lack of stabilization BMPs in some areas, as is evidenced by the presence of ruts. Tracking control BMPs to minimize/mitigate tracking and offsite sediment transport are missing or insufficient. C/A date 2/4/23

See COGCC Reclamation Unit Field Inspection Report doc #702801210 for STORMWATER COMMENTS.

Corrective Action: Install or repair required BMPs per Rule 1002.f. Continue to monitor and manage stormwater on the Location. Ongoing stormwater management is required until the site receives a passing final inspection.

Date: 02/04/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

Attached Documents

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

Document Num	Description	URL
403395416	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6105698
707800333	Photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6105688