

**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:

05/05/2023

Submitted Date:

05/05/2023

Document Number:

708900407

FIELD INSPECTION FORMLoc ID 334907 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:**

20 Number of Comments

3 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
Kellerby, Shaun		shaun.kellerby@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
256072	WELL	PR	09/14/1999	GW	045-07427	COUEY 8-16 (18E)	PR
258256	WELL	PR	03/31/2000	GW	045-07526	COUEY 8-9 (18E)	PR

General Comment:**COGCC Inspection Report Summary**

On 05/05/2023 at approximately 11:11 hours, I, Compliance Specialist, Wayne Smelser Conducted an on-site inspection at CAERUS PICEANCE LLC COUEY 18E pad. Location # 334907 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 05/06/2023

I contacted Caerus & spoke with Jack Barnes in the operations control center. I informed him of the fluid level in the chemical containment & told him I was issuing a 24 hour corrective action on it. He said they'd dispatch a truck & get it pulled asap.

2. Unmarked deadman with a CA date of 05/19/2023

3. Open ended piping with a CA date of 05/12/2023

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	L		Date:	
Overall Good: <input type="checkbox"/>				
Signs/Marker:				
Type	CONTAINERS			
Comment:	Chemical tank			
Corrective Action:			Date:	
Type	OTHER			
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the units indicates the storage tanks are full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tanks.			
Corrective Action:			Date:	
Type	WELLHEAD			
Comment:				
Corrective Action:			Date:	
Type	TANK LABELS/PLACARDS			
Comment:				
Corrective Action:			Date:	
Type	BATTERY			
Comment:				
Corrective Action:			Date:	
Emergency Contact Number:				
Comment:	911/970-285-2615			
Corrective Action:				Date: _____
Overall Good: <input type="checkbox"/>				
Spills:				
Type	Area	Volume		
In Containment: No				
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				
Fencing/:				
Type	WELLHEAD			
Comment:	Cattle panels			
Corrective Action:			Date:	
Equipment:				
				corrective date
Type: Other		# 1		
Comment:	Open ended piping on knockout drum near wellheads.			

Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.		Date:	05/12/2023
Type: Bird Protectors	# 2			
Comment:				
Corrective Action:			Date:	
Type: Gas Meter Run	# 1			
Comment:	Summit meter house			
Corrective Action:			Date:	
Type: Horizontal Heated Separator	# 2			
Comment:				
Corrective Action:			Date:	
Type: Ancillary equipment	# 1			
Comment:	Chemical tank			
Corrective Action:			Date:	
Type: Gas Meter Run	# 2			
Comment:				
Corrective Action:			Date:	
Type: Deadman # & Marked	# 4			
Comment:	3 marked deadman & 1 unmarked deadman			
Corrective Action:	All guy line anchors left buried for future use will be identified by a marker of bright color not less than 4 feet in height and not greater than 1 foot east of the guy line anchor.		Date:	05/19/2023
Type: Plunger Lift	# 2			
Comment:	All wells on plunger lift			
Corrective Action:			Date:	
Type: Bradenhead	# 2			
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.			
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)	500 gal
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
Metal	Adequate	Walls Sufficient	Base Sufficient	
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities									
Facility ID:	256072	Type:	WELL	API Number:	045-07427	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	258256	Type:	WELL	API Number:	045-07526	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						
		Gravel				Sparse
		Compaction				
				Material Handling And Spill Prevention	Fail	Failure to maintain chemical BMP
Gravel						Sparse
		Culverts				
		Ditches				

Comment: Chemical containment 2/3 to 3/4 full/Failure to maintain chemical BMP

I contacted Caerus & spoke with Jack Barnes in the operations control center. I informed him of the fluid level in the chemical containment & 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: 05/06/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Equipment & Stormwater for observed compliance issues.	smelserw	05/05/2023

Attached Documents

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

Document Num	Description	URL
403395748	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6106072
708900408	Inspection 708900407 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6106066