

FORM
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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:

06/12/2023

Submitted Date:

06/12/2023

Document Number:

702501435

FIELD INSPECTION FORM

 Loc ID 335717 Inspector Name: Burchett, Kirby 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:

- 27 Number of Comments
5 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 | (970) 285-2600 | COGCC.inspections@caerus oilandgas.com | |
| Kellerby, Shaun | (970) 712-1248 | shaun.kellerby@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------------|-------------|
| 276625 | WELL | PR | 09/01/2020 | GW | 103-10555 | LOVE RANCH 8 FEE G1 | PR |
| 276786 | WELL | PR | 03/01/2014 | GW | 103-10558 | LOVE RANCH 8 FEE G 4 | PR |
| 276789 | WELL | PR | 07/01/2013 | GW | 103-10557 | LOVE RANCH 8 FEE G3 | PR |
| 276790 | WELL | PR | 07/01/2013 | GW | 103-10556 | LOVE RANCH 8 FEE G2 | PR |
| 277180 | WELL | PR | 01/01/2021 | GW | 103-10559 | LOVE RANCH 8 FEE G5 | PR |
| 278393 | WELL | PR | 03/01/2014 | GW | 103-10599 | LOVE RANCH 8 FEE G8 | PR |
| 278395 | WELL | PR | 02/01/2014 | GW | 103-10601 | LOVE RANCH 8 FEE G7 | PR |
| 279109 | WELL | PR | 07/01/2013 | GW | 103-10616 | LOVE RANCH 8 FEDERAL G10 | PR |
| 279344 | WELL | PR | 07/01/2013 | GW | 103-10621 | LOVE RANCH 8 FEDERAL G9 | PR |
| 298252 | WELL | PR | 02/01/2014 | GW | 103-11379 | LOVE RANCH 8 FEE G6A | PR |

General Comment:

COGCC Inspection Report Summary

On Monday, 06/12/2023, Inspector Kirby Burchett, conducted a follow up field inspection at Caerus Piceance LLC on the Love Ranch 8 Fee-62S97W 9SWNW Pad, Location #335717, in Rio Blanco County, Colorado. This location is within or in close proximity to a CPW District Wildlife Management Plan with Black Bear, High Priority, NSO, and Density Habitat Regulations.

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection for Corrective Actions observed on Inspection #702501007 on 3/14/23 and Operator submitted FIRR #403362266.

While there during normal operations the following compliance issues were observed:

1. Random debris.
2. Containment full of liquid.
3. Catch can open to wildlife.
4. Insufficient Stormwater BMPs.
5. Signs missing required information.

Refer to Inspection Photos for observed compliance issues.

A follow up on this site inspection will be conducted to ensure all compliance issues have been corrected to comply with COGCC rules.

Location

Overall Good:

| | | | |
|----------------------|--|--|------------------|
| Signs/Marker: | | | |
| Type | WELLHEAD | | |
| Comment: | Wellhead signs missing required information | | |
| Corrective Action: | When no associated Tank battery is present at the Oil and Gas Location, the following information is required on the Well sign: Name of the Operator; Telephone number at which the Operator can be reached at all times; Telephone number for local emergency services (911 where available); The public road used to access the Well; Well name(s) and API number(s); The legal location of the Well(s) including the quarter/quarter section. | | Date: 08/12/2023 |
| Type | CONTAINERS | | |
| Comment: | Chemical tanks labeled | | |
| Corrective Action: | | | Date: |

| | | | |
|---------------------------|---------------------|--|-------------|
| Emergency Contact Number: | | | |
| Comment: | 970-285-2615 or 911 | | Date: |
| Corrective Action: | | | Date: _____ |

| | | | |
|---------------------------|---|--|------------------|
| Good Housekeeping: | | | |
| Type | OTHER | | |
| Comment: | Open top tank without wildlife protection | | |
| Corrective Action: | All open-topped Tanks will be equipped with screens or other appropriate equipment to prevent entry by wildlife, including birds and bats. | | Date: 06/18/2023 |
| Type | DEBRIS | | |
| Comment: | Random debris | | |
| Corrective Action: | All trash, rubbish, and other waste material will be properly contained until removed from the Oil and Gas Location. At no time will trash, debris, or rubbish be placed or remain on the ground. | | Date: 06/20/2023 |

Overall Good:

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No _____
 Comment: _____
 Multiple Spills and Releases?

| | | | |
|--------------------|---|--|-------|
| Fencing/: | | | |
| Type | OTHER | | |
| Comment: | Chemical tanks and pumps. Corral panels | | |
| Corrective Action: | | | Date: |

| | | | |
|--------------------------|-----------|--|-----------------|
| Equipment: | | | corrective date |
| Type: Deadman # & Marked | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Plunger Lift | # 10 | | |
| Comment: | All wells | | |
| Corrective Action: | | | Date: |

| | | | |
|-----------------------------------|--|--|------------------|
| Type: Flow Line | # 1 | | |
| Comment: | Flowline manifold at separator | | |
| Corrective Action: | | | Date: |
| Type: Prime Mover | # 1 | | |
| Comment: | Pump house for produced water disposal | | |
| Corrective Action: | | | Date: |
| Type: Bradenhead | # 10 | | |
| Comment: | Surface and Intermediate. Gauges installed. | | |
| Corrective Action: | | | Date: |
| Type: Other | # 10 | | |
| Comment: | Chemical pumps on stands with containment | | |
| Corrective Action: | | | Date: |
| Type: Gas Meter Run | # 2 | | |
| Comment: | Production and Test meters inside separator house. Calibration cards visibly displayed and verified. | | |
| Corrective Action: | | | Date: |
| Type: Ancillary equipment | # 5 | | |
| Comment: | Chemical tanks on or in containment. 1 containment full of liquid. | | |
| Corrective Action: | Drain and properly dispose of liquid waste. | | Date: 06/17/2023 |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | Production and Test units. | | |
| Corrective Action: | | | Date: |

Venting:

| | | | |
|--------------------|----|--|-------|
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Flaring:

| | | | |
|--------------------|--|--|-------|
| Type | | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

| Inspected Facilities | | | | | | | | | |
|-----------------------|--------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 276625 | Type: | WELL | API Number: | 103-10555 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 276786 | Type: | WELL | API Number: | 103-10558 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 276789 | Type: | WELL | API Number: | 103-10557 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 276790 | Type: | WELL | API Number: | 103-10556 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 277180 | Type: | WELL | API Number: | 103-10559 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 278393 | Type: | WELL | API Number: | 103-10599 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 278395 | Type: | WELL | API Number: | 103-10601 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 279109 | Type: | WELL | API Number: | 103-10616 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |

Facility ID: 279344 Type: WELL API Number: 103-10621 Status: PR Insp. Status: PR

Producing Well

Comment: [Plunger lift](#)

Corrective Action:

Date:

Facility ID: 298252 Type: WELL API Number: 103-11379 Status: PR Insp. Status: PR

Producing Well

Comment: [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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|------------------|
| | | Ditches | | | | |
| Berms | | | | | | |
| Ditches | | | | | | |
| | | Culverts | | | | |
| | | | | Material Handling And Spill Prevention | Fail | Containment full |
| Check Dams | | | | | | |

Comment: Insufficient Stormwater BMPs to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

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

Date: 06/28/2023

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 |
|--------------|----------------------|---|
| 403431167 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6144037 |
| 702501438 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6144029 |