

**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:

06/30/2023

Submitted Date:

07/03/2023

Document Number:

708900904

**FIELD INSPECTION FORM**Loc ID 334987 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:**

28 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		COGCC.inspections@caerus oilandgas.com	
, Engineering		dnr_cogccengineering@state. co.us	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
272244	WELL	PR	10/28/2004	GW	045-10055	KELLY 34-14 (M34NE)	PR
272245	WELL	PR	10/31/2004	GW	045-10054	KELLY 34-13 (M34NE)	PR
272633	WELL	PR	10/12/2004	GW	045-10112	KELLY 34-11C (M34NE)	PR
272634	WELL	SI	08/01/2022	GW	045-10111	KELLY 34-12C (M34NE)	SI

**General Comment:****COGCC Inspection Report Summary**

On 06/30/2023 at approximately 10:40 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC M34NE pad.

Location # 334987 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas &amp; within close proximity to NSO Habitat area.

While there, I observed normal production operations &amp; witnessed MIT on KELLY 34-12C well.

During this inspection the following compliance issues were observed:

1. Housekeeping - Weeds/undesirable plant species on location with a CA date of 07/10/2023
2. Housekeeping - Multiple places on location with stained soils & gravel with a CA date of 07/13/2023
3. Housekeeping - Storage of supplies on location with a CA date of 07/18/2023
4. Housekeeping - Wellhead cellar lacks wildlife egress with a CA date of 07/10/2023
5. Tanks & Berms - Secondary containment liner needs maintenance with a CA of 07/23/2023

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.

Location			
<b>Lease Road:</b>			
Type	Access		
comment:			
Corrective Action	L	Date:	
Overall Good: <input type="checkbox"/>			
<b>Signs/Marker:</b>			
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 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	BATTERY		
Comment:			
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	911/970-285-2615		
Corrective Action:		Date:	
<b>Good Housekeeping:</b>			
Type	OTHER		
Comment:	Multiple places with stained soils and gravel on location.		
Corrective Action:	Remove and properly dispose of all stained soils and gravel.	Date:	07/13/2023
Type	DEBRIS		
Comment:	Debris - please refer to photo log		
Corrective Action:		Date:	
Type	WEEDS		
Comment:	Weeds/undesirable plant species on location		
Corrective Action:	Oil & gas locations will be kept free of undesirable plant species.	Date:	07/10/2023
Type	STORAGE OF SUPL		
Comment:	Stored supplies on location		
Corrective Action:	The storage of equipment and supplies not necessary for use on location is prohibited.	Date:	07/18/2023
Type	OTHER		
Comment:	Wellhead cellar lacks wildlife egress		
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.	Date:	07/10/2023
Overall Good: <input type="checkbox"/>			

<b>Spills:</b>					
Type	Area	Volume			
In Containment: No Comment: <input type="text"/>					
<input type="checkbox"/> Multiple Spills and Releases?					
<b>Fencing/:</b>					
Type	TANK BATTERY				
Comment:	Cattle panels				
Corrective Action:			Date:		
Type	LOCATION				
Comment:	Barbed wire fence				
Corrective Action:			Date:		
Type	SEPARATOR				
Comment:	Cattle panels				
Corrective Action:			Date:		
Type	IGNITOR/COMBUSTOR				
Comment:	Cattle panels				
Corrective Action:			Date:		
Type	WELLHEAD				
Comment:	Cattle panels				
Corrective Action:			Date:		
<b>Equipment:</b>					corrective date
Type: Gas Meter Run	# 1				
Comment:	Summit Midstream meter & meter house				
Corrective Action:			Date:		
Type: Plunger Lift	# 4				
Comment:	All wells on plunger lift				
Corrective Action:			Date:		
Type: Vertical Heated Separator	# 4				
Comment:					
Corrective Action:			Date:		
Type: Bird Protectors	# 4				
Comment:					
Corrective Action:			Date:		
Type: Gas Meter Run	# 4				
Comment:					
Corrective Action:			Date:		
Type: Emission Control Device	# 2				
Comment:					
Corrective Action:			Date:		

Type: Bradenhead	# 4	
Comment:	Pressure monitoring equipment located on all bradenhead. All bradenhead valves are accessible.  KELLY 34-13 well bradenhead connected to flowline, no check valve visible	
Corrective Action:		Date:
Type: Deadman # & Marked	# 2	
Comment:	Marked	
Corrective Action:		Date:

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLs	HEATED 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	Inadequate	Walls Insufficient	Base Sufficient	Inadequate
Comment:	Multiple holes in secondary containment liner/liner needs maintenance			
Corrective Action:	The liner will be sufficiently impervious so that any discharge from a primary containment system will not escape containment before cleanup occurs.			Date: 07/23/2023

**Venting:**

Yes/No	NO	
Comment:		
Corrective Action:		Date:

**Flaring:**

Type		
Comment:		
Corrective Action:		Date:

**Inspected Facilities**Facility ID: 272244 Type: WELL API Number: 045-10055 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 272245 Type: WELL API Number: 045-10054 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 272633 Type: WELL API Number: 045-10112 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 272634 Type: WELL API Number: 045-10111 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In☐ Temporarily Abandoned

Reminder:

Comment: Well Shut InI Compliance Specialist, Wayne Smelser witnessed MITCasing pressure start test - 781 psiCasing pressure at 5 minutes - 778 psiCasing pressure at 10 minutes - 775 psiCasing pressure final test - 773 psiPressure loss or gain - 8 psi

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				Sparse
Berms						
		Compaction				
Gravel						Sparse in areas
		Ditches				
		Culverts				
Compaction						Areas of light compaction

Comment: Location appears to have some gravel throughout the location with light compaction. Places with sparse to no gravel are present on location. Sparse gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action:

Date: \_\_\_\_\_

**Pits:** ☒ NO SURFACE INDICATION OF PIT

**COGCC Comments**

Comment	User	Date
Please refer to Housekeeping & Tanks & Berms for observed compliance issues.	smelserw	06/30/2023

**Attached Documents**

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

Document Num	Description	URL
708900911	Inspection 708900904 Stormwater photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6168773">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6168773</a>
708900912	Inspection 708900904 photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6168774">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6168774</a>