

**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:

07/11/2023

Submitted Date:

07/11/2023

Document Number:

708900998

FIELD INSPECTION FORMLoc ID 335618 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:

24 Number of Comments

4 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	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
287572	WELL	PR	09/01/2020	GW	045-13001	UNOCAL-ENCANA 23D-4D	PR
288397	WELL	PR	09/01/2020	GW	045-13237	UNOCAL-ENCANA 24B-4D	PR
288398	WELL	PR	09/01/2020	GW	045-13236	UNOCAL-ENCANA 23B-4D	PR
288399	WELL	PR	09/01/2020	GW	045-13235	UNOCAL-ENCANA 24A-4D	PR
288400	WELL	SI	02/01/2023	GW	045-13234	UNOCAL-ENCANA 23A-4D	SI

General Comment:**CECMC Inspection Report Summary**

On 07/11/2023 at approximately 10:44 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC UNOCAL-ENCANA 23D-4D Pad.
Location # 335618 in Garfield County Colorado.

Please refer to Inspection 708900094 conducted on 03/08/2023, 1 of the 2 previous corrective actions has been completed.

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

Location is approximately 410 yards from Parachute Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Tanks & Berms - Containment needs maintenance with a CA date of 03/30/2023
2. Housekeeping - Unused equipment/supplies on location with a CA date of 07/26/2023
3. Signs/Marker - Multiple signs have some illegible info & 1 sign has incorrect operator name with a CA date of 08/10/2023
4. Equipment - Unmarked deadman with a CA date of 07/25/2023

A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This is a summary of inspection report.

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	BATTERY		
Comment:	Multiple signs have some illegible info & 1 sign has incorrect operator name.		
Corrective Action:	Correct/Repair/Replace signs to comply with Rule 605 e. & 605 g.	Date:	08/10/2023
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:	

Emergency Contact Number:

Comment: 911/866-580-9382

Corrective Action:

Date: _____

Good Housekeeping:

Type	STORAGE OF SUPL		
Comment:	Unused equipment/supplies on location		
Corrective Action:	The storage, placement, or maintenance of equipment, vehicles, trailers, commercial products, Chemicals, drums, totes, Containers, materials, and all other supplies not necessary for use on Oil and Gas Locations is prohibited	Date:	07/26/2023
Type	DEBRIS		
Comment:	Debris - please refer to photo log		
Corrective Action:		Date:	
Type	WEEDS		
Comment:	Weeds - small amount of weeds in secondary containment, please refer to photo log		
Corrective Action:		Date:	

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	TANK BATTERY		
Comment:	Barbed wire		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Pipe rail fence		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Barbed wire & Jersey barriers		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Bradenhead	# 5		
Comment:	No form of pressure monitoring equipment located on bradenheads, all bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 5		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Deadman # & Marked	# 1		
Comment:	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: 07/25/2023
Type: Gas Meter Run	# 5		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 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	Inadequate	Walls Insufficient	Base Sufficient	Inadequate
Comment: Containment 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: 03/30/2023

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities				
Facility ID: <u>287572</u>	Type: <u>WELL</u>	API Number: <u>045-13001</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<u>Producing Well</u>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>288397</u>	Type: <u>WELL</u>	API Number: <u>045-13237</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<u>Producing Well</u>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>288398</u>	Type: <u>WELL</u>	API Number: <u>045-13236</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<u>Producing Well</u>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>288399</u>	Type: <u>WELL</u>	API Number: <u>045-13235</u>	Status: <u>PR</u>	Insp. Status: <u>PR</u>
<u>Producing Well</u>				
Comment: <u>Producing, well on plunger lift</u>				
Corrective Action:		Date:		
Facility ID: <u>288400</u>	Type: <u>WELL</u>	API Number: <u>045-13234</u>	Status: <u>SI</u>	Insp. Status: <u>SI</u>
<u>Producing Well</u>				
Comment: <u>Producing, well on plunger lift</u>				
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
Sediment Traps						
		Gravel				Sparse
Ditches						
		Tracking Pad				
Gravel						Sparse in areas
Compaction						Some areas with light compaction
Rip Rap						
Retention Ponds						
		Ditches				
		Compaction				
		Culverts				

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
Please refer to Signs/Marker, Housekeeping, Equipment & Tanks & Berms for observed compliance issues.	smelserw	07/11/2023

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

Document Num	Description	URL
403461193	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6177605
708900999	Inspection 708900998 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6177603
708901000	Inspection 708900998 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6177604