

**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:

07/26/2023

Submitted Date:

07/27/2023

Document Number:

708901151

FIELD INSPECTION FORMLoc ID 334836 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:

29 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
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211341	WELL	PR	11/04/1996	GW	045-07101	DUNN 32-16	PR
268636	WELL	PR	02/08/2004	GW	045-09278	SHIDELER 32-9D (P32)	PR
268637	WELL	SI	11/01/2022	GW	045-09279	SHIDELER 32-10D (P32)	SI
268668	WELL	SI	08/01/2022	GW	045-09284	SHIDELER 32-9C (P32)	SI
274896	WELL	PR	07/01/2019	GW	045-13422	DUNN 32-16D (P32)	PR
274897	WELL	PR	12/01/2020	GW	045-13421	DUNN 5-7D (P32)	PR

General Comment:**CECMC Inspection Report Summary**

On 07/26/2023 at approximately 10:09 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC P32 Pad.

Location # 334836 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas & within close proximity to NSO Habitat area & Bald Eagle Roost site.

Location is approximately 357 yards from Mamm Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - 3 unmarked deadman with a CA date of 08/10/2023
2. Equipment - Flowline heating insulation open ended with a CA date of 08/03/2023
3. Stormwater - Culvert needs maintenance/insufficient BMP's & failure to minimize erosion & transport of sediment with a CA date of 08/11/2023

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	L		Date:
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	WELLHEAD		
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 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	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:			Date:
Type	BATTERY		
Comment:			
Corrective Action:			Date:
Emergency Contact Number:			
Comment:	911/970-285-2615		
Corrective Action:			Date: _____
Good Housekeeping:			
Type	WEEDS		
Comment:	Small amount of weeds in secondary containment		
Corrective Action:			Date:
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No _____			
Comment: _____			
<input type="checkbox"/> Multiple Spills and Releases?			
Equipment:			
Type: Plunger Lift	# 6		corrective date
Comment:	All wells on plunger lift		

Corrective Action:		Date:	
Type: Deadman # & Marked	# 8		
Comment:	5 marked deadman & 3 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: 08/10/2023
	Mark or remove		
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream meter & meter house		
Corrective Action:		Date:	
Type: Bradenhead	# 6		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Gas Meter Run	# 6		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 6		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Other	# 2		
Comment:	Flowline heating insulation open ended		
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.		Date: 08/03/2023

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	400 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		

Comment:		Unlined containment					
Corrective Action:						Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS		
CONDENSATE	2	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					
Comment:		Unlined containment					
Corrective Action:						Date:	
Venting:							
Yes/No	NO						
Comment:							
Corrective Action:						Date:	
Flaring:							
Type							
Comment:							
Corrective Action:						Date:	

Inspected FacilitiesFacility ID: 211341 Type: WELL API Number: 045-07101 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 268636 Type: WELL API Number: 045-09278 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 268637 Type: WELL API Number: 045-09279 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Shut In

Corrective Action:

Date: _____

Facility ID: 268668 Type: WELL API Number: 045-09284 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Shut In

Corrective Action:

Date: _____

Facility ID: 274896 Type: WELL API Number: 045-13422 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger lift

Corrective Action:

Date:

Facility ID: 274897 Type: WELL API Number: 045-13421 Status: PR Insp. Status: PR**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Shut In

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
				Material Handling And Spill Prevention		Chemical tank containment
		Culverts	Fail			Culvert needs maintenance
		Rip Rap				
		Sediment Traps				
		Ditches				
Compaction						Light compaction
Berms						
		Other	Fail			Erosion & transport of sediment
Ditches						
		Gravel				Sparse
		Compaction				

Comment: 1. Culvert on spur road needs maintenance/Insufficient BMP's (culvert is near gate on spur road)

2. Failure to minimize erosion & transport of sediment. Erosion near inlet side of culvert & area on the outlet side of culvert is being eroded & sediment is being transported into a vegetated area & choking off vegetation.

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. BMPs shall be maintained until the facility is abandoned and final reclamation is achieved.

Date: 08/11/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Equipment & Stormwater for observed compliance issues.	smelserw	07/27/2023

Attached Documents

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

Document Num	Description	URL
403479784	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6198069
708901152	Inspection 708901151 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6198067
708901153	Inspection 708901151 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6198068