

**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:

08/17/2023

Submitted Date:

08/20/2023

Document Number:

708901407**FIELD INSPECTION FORM**Loc ID 334899 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**18 Number of Comments2 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
264146	WELL	PR	11/01/2021	GW	045-08180	BENZEL 36-15B (K36B)	PR
264148	WELL	PR	06/22/2002	GW	045-08181	BENZEL 36-7C (K36B)	PR
264149	WELL	PR	04/07/2003	GW	045-08182	BENZEL 36-12A (K36B)	PR

General Comment:**CECMC Inspection Report Summary**

On 08/17/2023 at approximately 10:38 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC K36B Pad.

Location # 334899 in Garfield County Colorado.

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

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Lack of stabilization/compaction on location with a CA date of 09/04/2023

2. Equipment - Flowline heating insulation open ended with a CA date of 08/27/2023

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.

Any corrective actions from previous inspections that have not been addressed are still applicable.

Location				
Lease Road:				
Type	Access			
comment:				
Corrective Action	L			Date:
Overall Good: <input type="checkbox"/>				
Signs/Marker:				
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	BATTERY			
Comment:				
Corrective Action:				Date:
Type	WELLHEAD			
Comment:				
Corrective Action:				Date:
Emergency Contact Number:				
Comment:	911/970-285-2615			
Corrective Action:				Date: _____
Good Housekeeping:				
Type	DEBRIS			
Comment:	Debris - please refer to photo log			
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: Bird Protectors	# 1			corrective date
Comment:				
Corrective Action:				Date:
Type: Other	# 1			
Comment:	Flowline heating insulation open ended			

Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.		Date:	08/27/2023
Type: Vertical Heated Separator	# 3			
Comment:				
Corrective Action:			Date:	
Type: Bradenhead	# 3			
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.			
Corrective Action:			Date:	
Type: Plunger Lift	# 3			
Comment:	All wells on plunger lift			
Corrective Action:			Date:	
Type: Gas Meter Run	# 3			
Comment:				
Corrective Action:			Date:	
Type: Gas Meter Run	# 1			
Comment:	Summit Midstream			
Corrective Action:			Date:	

Tanks and Berms:

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	Base Sufficient	
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	264146	Type:	WELL	API Number:	045-08180	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	264148	Type:	WELL	API Number:	045-08181	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	264149	Type:	WELL	API Number:	045-08182	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				
		Culverts				
Gravel						Sparse
Berms						
		Retention Ponds				
		Ditches				
		Gravel				Sparse
Ditches						
Compaction	Fail					Lack of stabilization/compaction on location
		Other				Mag chloride on some sections of lease road

Comment: 1. Lack of stabilization/compaction on location

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: 09/04/2023

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

Comment	User	Date
Please refer to Equipment & Stormwater for observed compliance issues.	smelserw	08/20/2023

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

Document Num	Description	URL
708901408	Inspection 708901407 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6225455
708901409	Inspection 708901407 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6225456