

**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:

08/28/2023

Submitted Date:

08/30/2023

Document Number:

708901470

FIELD INSPECTION FORM

Loc ID: 334679 Inspector Name: Smelser, Wayne On-Site Inspection: 2A Doc Num: _____

Status Summary:

THIS IS A FOLLOW UP INSPECTION

FOLLOW UP INSPECTION REQUIRED

NO FOLLOW UP INSPECTION REQUIRED

Findings:

20 Number of Comments

1 Number of Corrective Actions

Corrective Action Response Requested

Operator Information:

OGCC Operator Number: 10456

Name of Operator: CAERUS PICEANCE LLC

Address: 1001 17TH STREET #1600

City: DENVER State: CO Zip: 80202

ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

Contact Name	Phone	Email	Comment
Kellerby, Shaun		shaun.kellerby@state.co.us	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
292241	WELL	SI	06/01/2023	GW	045-14656	COUEY 24-5 (H23W)	SI

General Comment:

[CECMC Inspection Report Summary](#)
 On 08/28/2023 at approximately 10:00 hours, I, Compliance Specialist, Wayne Smelser
 Conducted an on-site inspection at CAERUS PICEANCE LLC H23W Pad.
 Location # 334679 in Garfield County Colorado.
 Please refer to document #'s 403511440 & 403511441.
 Location is within High Priority/Density/Black Bear Habitat areas.
 While there, I observed mechanic & rig crew working to fix the rig so they could start plug & abandon operations on the COUEY 24-5 well.
 Received a call from CAERUS consultant at approximately 16:50 hours, rig is up & running & started on well at approximately 14:00 hours.

During this inspection the following compliance issues were observed:

- Form 42 MIRU & Form 42 Start of Plugging Operations were not submitted in required timeframe prior to commencement of move-in, rig-up & Start of Plugging Operations with a CA date of 09/14/2023

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: <input type="checkbox"/>			
Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:			Date:
Type	WELLHEAD		
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:
Emergency Contact Number:			
Comment:	911/970-285-2615		
Corrective Action:			Date: _____
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No _____			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	OTHER		
Comment:	Pig station - bollard fencing		
Corrective Action:			Date:
Equipment:			
Type: Other	# 1		corrective date
Comment:	500 bbl frac tank		
Corrective Action:			Date:
Type: Other	# 1		
Comment:	Rig tank		

Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Workover rig		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Rig pump		
Corrective Action:		Date:	
Type: Plunger Lift	# 8		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	110 bbl roll top tank		
Corrective Action:		Date:	
Type: Bradenhead	# 8		
Comment:	<p>COUEY 24-5 - No form of pressure monitoring equipment located on bradenhead, bradenhead valve is accessible.</p> <p>Remaining 7 wells have pressure transducers located on all bradenhead. All bradenhead valves are accessible.</p>		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Accumulator		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Dog house		
Corrective Action:		Date:	
Type: Bird Protectors	# 4		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 8		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 8		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Roll off dumpster		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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: _____

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	500 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: 292241 Type: WELL API Number: 045-14656 Status: SI Insp. Status: SI

Workover

Comment: Please refer to document #'s 403511440 & 403511441.
Inspector received above referenced documents (Form 42 MIRU & Form 42 Start of Plugging Operations) at approximately 07:13 hours on 08/28/2023. Called & spoke with CAERUS consultant at approximately 07:38 hours & was informed that workover rig moved onto location the evening of 08/25/2023 & the rest of equipment was moved onto location on 08/26/2023.
Form 42 MIRU & Form 42 Start of Plugging Operations were not submitted in required timeframes prior to commencement of MIRU & Start of Plugging Operations.

Corrective Action: Provide written SOP to avoid this compliance issue from happening in the future & submit notices in required timeframes moving forward.

Date: 09/14/2023

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment:

Corrective Action:

Date:

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Inspected Facilities for observed compliance issues.	smelserw	08/28/2023
Limited inspection due to plug & abandon operations on location.		

Attached Documents

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

Document Num	Description	URL
708901471	Inspection 708901470 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6237788