

**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: \_\_\_\_\_**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:**

20 Number of Comments

1 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	
Kellerby, Shaun		shaun.kellerby@state.co.us	

**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 &amp; 403511441.

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

While there, I observed mechanic &amp; rig crew working to fix the rig so they could start plug &amp; abandon operations on the COUEY 24-5 well.

Received a call from CAERUS consultant at approximately 16:50 hours, rig is up &amp; running &amp; started on well at approximately 14:00 hours.

During this inspection the following compliance issues were observed:

1. Form 42 MIRU &amp; Form 42 Start of Plugging Operations were not submitted in required timeframe prior to commencement of move-in, rig-up &amp; 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**

<b>Lease Road:</b>			
Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐

<b>Signs/Marker:</b>			
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:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: [911/970-285-2615](tel:9119702852615)

Corrective Action:

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

Overall Good: ☐

<b>Spills:</b>			
Type	Area	Volume	

In Containment: No \_\_\_\_\_

Comment:

☐ Multiple Spills and Releases?

<b>Fencing/:</b>			
Type	OTHER		
Comment:	<a href="#">Pig station - bollard fencing</a>		
Corrective Action:		Date:	

<b>Equipment:</b>			corrective date
Type: Other	# 1		
Comment:	<a href="#">Accumulator</a>		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	<a href="#">Roll off dumpster</a>		

Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 8		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 4		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 8		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Rig tank		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Gas Meter Run	# 8		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Workover rig		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Rig pump		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	110 bbl roll top tank		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Dog house		
Corrective Action:		Date:	
Type: Bradenhead	# 8		
Comment:	COUEY 24-5 - No form of pressure monitoring equipment located on bradenhead, bradenhead valve is accessible.  Remaining 7 wells have pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	500 bbl frac tank		
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: [No stormwater inspection due to plug & abandon operations on location.](#)

Corrective Action:

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

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

Comment	User	Date
<a href="#">Please refer to Inspected Facilities for observed compliance issues.</a>	smelserw	08/28/2023
<a href="#">Limited inspection due to plug &amp; abandon operations on location.</a>		

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

Document Num	Description	URL
403516533	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6237793">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6237793</a>
708901471	Inspection 708901470 photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6237788">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6237788</a>