

**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:

08/30/2023

Submitted Date:

09/02/2023

Document Number:

708901513

FIELD INSPECTION FORMLoc ID 334837 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	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211366	WELL	PR	03/17/1999	GW	045-07126	SHIDELER 32-11	PR
269307	WELL	PR	02/06/2004	GW	045-09349	SHIDELER 32-6C (K32)	PR
269419	WELL	PR	02/05/2004	GW	045-09366	COUEY 32-5A1 (K32)	PR
269420	WELL	PR	02/27/2004	GW	045-09365	GRAHAM 32-12A (K32)	PR
269421	WELL	PR	02/24/2004	GW	045-09367	COUEY 32-5 (K32)	PR

General Comment:**CECMC Inspection Report Summary**

On 08/30/2023 at approximately 12:03 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC K32 Pad.

Location # 334837 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area.

Location is approximately 292 yards from Mamm Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Unmarked deadman with a CA date of 09/16/2023

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: ☐**Signs/Marker:**

Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☐**Spills:**

Type	Area	Volume		
------	------	--------	--	--

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

Type: Ancillary equipment	# 1		corrective date
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Plunger Lift	# 5		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	

Type: Deadman # & Marked	# 6	
Comment:	5 marked dead 1 unmarked/improperly marked 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: 09/16/2023
Type: Gas Meter Run	# 1	
Comment:	Summit Midstream	
Corrective Action:		Date:
Type: Vertical Heated Separator	# 4	
Comment:		
Corrective Action:		Date:
Type: Ancillary equipment	# 1	
Comment:	Nitrogen tank	
Corrective Action:		Date:
Type: Bird Protectors	# 3	
Comment:		
Corrective Action:		Date:
Type: Horizontal Heated Separator	# 1	
Comment:		
Corrective Action:		Date:
Type: Gas Meter Run	# 5	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	300 BBLS	HEATED STEEL AST		,
Comment:					
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 Facilities									
Facility ID:	211366	Type:	WELL	API Number:	045-07126	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	269307	Type:	WELL	API Number:	045-09349	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	269419	Type:	WELL	API Number:	045-09366	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	269420	Type:	WELL	API Number:	045-09365	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	269421	Type:	WELL	API Number:	045-09367	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
Berms						
		Culverts				
		Ditches				
Compaction						Light compaction
Retention Ponds						
Gravel						Sparse
		Compaction				
		Gravel				Sparse in some sections

Comment: Location appears to have some gravel throughout the location with light compaction. Places with sparse to no gravel are present on location. Sparse gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Equipment for observed compliance issue.	smelserw	09/02/2023

Attached Documents

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

Document Num	Description	URL
403519340	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240616
708901514	Inspection 708901513 Stromwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240614
708901515	Inspection 708901513 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240615