

**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:

09/12/2023

Submitted Date:

09/14/2023

Document Number:

708901641

FIELD INSPECTION FORMLoc ID 311604 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:

22 Number of Comments

4 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
263876	WELL	PR	05/01/2023	GW	045-08150	GL 18-15 (018)	PR
267921	WELL	PR	05/01/2023	GW	045-09224	GL 18-8 (01B)	PR

General Comment:**CECMC Inspection Report Summary**

On 09/12/2023 at approximately 10:45 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at CAERUS PICEANCE LLC O18 Pad.

Location # 311604 in Garfield County Colorado.

Please refer to inspection 707800218 conducted on 03/13/2023, previous corrective action has been completed.

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

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Signs/Marker - Tank battery lacks required signage with a CA date of 10/14/2023
2. Equipment - Open ended load line with a CA date of 09/21/2023
3. Tanks & Berms - Secondary containment liner needs maintenance with a CA date of 10/04/2023
4. Housekeeping - Stained gravel in secondary containment with a CA date of 09/24/2023

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	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:	Tank battery lacks required signage		
Corrective Action:	<p>Within 60 days after the installation of a Tank battery, a permanent, conspicuous sign will be located at the battery.</p> <p>The Tank battery sign will be no less than 3 square feet and no more than 6 square feet, and will provide:</p> <p>A. Name of the Operator; B. Telephone number at which the Operator can be reached at all times; C. Telephone number for local emergency services (911 where available); D. The public road used to access the Tank battery site; E. Well name(s) and API number(s) associated with the Tank battery and the legal location of the Well(s); and F. Location, including the quarter/quarter section, of the Tank battery.</p> <p>Comply with Rule 605.</p>		Date: 10/14/2023
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	911/970-285-2615		
Corrective Action:			Date: _____
Good Housekeeping:			
Type	OTHER		
Comment:	Stained gravel in secondary containment		
Corrective Action:	Remove and properly dispose of all stained soils and gravel.		Date: 09/24/2023
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="text"/>				
<input type="checkbox"/> Multiple Spills and Releases?				
Fencing/:				
Type	WELLHEAD			
Comment:	Cattle panels			
Corrective Action:			Date:	
Type	SEPARATOR			
Comment:	Metal containment ring			
Corrective Action:			Date:	
Type	TANK BATTERY			
Comment:	Cattle panels			
Corrective Action:			Date:	
Equipment:				corrective date
Type: Gas Meter Run	# 1			
Comment:	Summit Midstream			
Corrective Action:			Date:	
Type: Bird Protectors	# 2			
Comment:				
Corrective Action:			Date:	
Type: Other	# 1			
Comment:	Open ended load line			
Corrective Action:	All load lines will be capped or plugged		Date:	09/21/2023
Type: Gas Meter Run	# 2			
Comment:				
Corrective Action:			Date:	
Type: Plunger Lift	# 2			
Comment:	All wells on plunger lift			
Corrective Action:			Date:	
Type: Bradenhead	# 2			
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.			
Corrective Action:			Date:	
Type: Horizontal Heated Separator	# 2			
Comment:				
Corrective Action:			Date:	
Type: Pig Station	# 1			
Comment:				
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
Comment:				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	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	Inadequate	Walls Insufficient	Base Sufficient	Inadequate
Comment: Multiple holes in liner/secondary containment liner needs maintenance				
Corrective Action: The liner will be sufficiently impervious so that any discharge from a primary containment system will not escape containment before cleanup occurs.				Date: 10/04/2023

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	263876	Type:	WELL	API Number:	045-08150	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	267921	Type:	WELL	API Number:	045-09224	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
		Gravel				Sparse in some sections
Gravel						Sparse in some areas
		Ditches				
		Compaction				
		Culverts				
Rip Rap						
Check Dams						
Waddles						
Retention Ponds						
Berms						
Ditches						
Culverts						
Compaction						Small areas of light compaction

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
Please refer to Signs/Marker, Housekeeping, Equipment & Tanks & Berms for observed compliance issues.	smelserw	09/14/2023

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

Document Num	Description	URL
708901642	Inspection 708901641 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6251066
708901643	Inspection 708901641 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6251067