

**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:

09/29/2023

Submitted Date:

09/29/2023

Document Number:

708901804

FIELD INSPECTION FORMLoc ID 324423 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:

16 Number of Comments

3 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
Toews, Wesley		wtoews@blm.gov	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
292166	WELL	PR	12/29/2007	GW	045-14610	FEDERAL 11-15A(RJ11)	PR

General Comment:**CECMC Inspection Report Summary**

On 09/29/2023 at approximately 10:57 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL 11-15A (RJ11) Pad.
Location # 324423 in Garfield County Colorado.

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

Location is approximately 350 yards from Porcupine Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Valve on production tank leaking fluid with a CA date of 09/30/2023
2. Housekeeping - Wellhead cellar lacks wildlife egress with a CA date of 10/06/2023
3. Housekeeping - Stained gravel in secondary containment with a CA date of 10/09/2023

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: <input type="checkbox"/>				
Signs/Marker:				
Type	BATTERY			
Comment:				
Corrective Action:			Date:	
Type	WELLHEAD			
Comment:				
Corrective Action:			Date:	
Type	OTHER			
Comment:	Separator unit includes attached storage tank. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.			
Corrective Action:			Date:	
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:	10/09/2023
Type	OTHER			
Comment:	Wellhead cellar lacks wildlife egress			
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.		Date:	10/06/2023
Overall Good: <input type="checkbox"/>				
Spills:				
Type	Area	Volume		
In Containment: No				
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				
Fencing/:				
Type	LOCATION			
Comment:	Barbed wire			

Corrective Action:		Date:	
Equipment:		corrective date	
Type: Gas Meter Run	# 1		
Comment: Summit Midstream			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment: Valve on production tank leaking fluid. At approximately 11:06 hours observed fluid leaking from valve on production tank. At approximately 11:34 hours I called Caerus operations control center & spoke with Wayne McDowell. I informed him of the observed compliance issue & that I was issuing a 24 hour corrective action it. He said he'd get ahold of someone & get it taken care of. At approximately 11:55 hours a Caerus pumper I ran into said he was headed up to location to address the leak.			
Corrective Action: All Production Facilities, valves, pipes, fittings, and vessels will be securely fastened or sealed, inspected at regular intervals, and maintained in good mechanical condition.		Date: 09/30/2023	
Type: Plunger Lift	# 1		
Comment: Well on plunger lift			
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment: Pressure transducers located on bradenhead, bradenhead valve is accessible.			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	<50 BBLS	STEEL AST		,
Comment: Centralized containment					
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	500 gal
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	1	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: 292166	Type: WELL	API Number: 045-14610	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Producing, well on plunger lift			
Corrective Action:				Date:

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Reclamation - Storm Water - Pit**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Culverts				
Retention Ponds						
Ditches						
Gravel						Sparse in areas
		Ditches				
		Compaction				
		Gravel				Sparse in some sections
Compaction						

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

Comment	User	Date
Please refer to Housekeeping & Equipment for observed compliance issues.	smelserw	09/29/2023

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

Document Num	Description	URL
403546549	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6269657
708901805	Inspection 708901804 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6269648
708901806	Inspection 708901804 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6269649