

**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:

12/07/2023

Submitted Date:

12/09/2023

Document Number:

708902455**FIELD INSPECTION FORM**Loc ID 334180 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:29 Number of Comments5 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
249	WELL	PR	06/01/2023	GW	045-15468	BATTLEMENT MESA 36-13D	PR
250	WELL	PR	06/01/2023	GW	045-15469	BATTLEMENT MESA 36-13B	PR

General Comment:**CECMC Inspection Report Summary**

On 12/07/2023 at approximately 11:48 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC Battlement Mesa 36L-795 pad.
Location # 334180 in Garfield County Colorado.
Location is within High Priority/Density/Black Bear/NSO Habitat areas.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Signs/Marker - Methanol tank improperly labeled/lacks required information/has inaccurate information with a CA date of 01/08/2024
2. Signs/Marker - Wellhead lacks signage with a CA date of 01/08/2024
3. Signs/Marker - Production tank label damaged & some info illegible with a CA date of 01/08/2024
4. Equipment - PRV & rupture disc vent lines terminate in an unsafe manner with a CA date of 12/16/2023
5. Equipment - Open ended load lines with a CA date of 12/16/2023

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: <input type="checkbox"/>			
Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Methanol tank improperly labeled/lacks required information/has inaccurate information		
Corrective Action:	All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information: A. Name of Operator; B. Operator's emergency contact telephone number; C. Tank capacity; D. Tank contents; and E. NFPA label or equivalent globally harmonized label.	Date:	01/08/2024
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	TANK LABELS/PLACARDS		
Comment:	Production tank label damaged & some info illegible		
Corrective Action:	All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information: A. Name of Operator; B. Operator's emergency contact telephone number; C. Tank capacity; D. Tank contents; and E. NFPA label or equivalent globally harmonized label.	Date:	01/08/2024
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Wellhead lacks signage		
Corrective Action:	A permanent sign will be conspicuously located at each wellhead	Date:	01/08/2024
Emergency Contact Number:			
Comment:	911/866-580-9382		
Corrective Action:		Date:	
Good Housekeeping:			
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	SEPARATOR			
Comment:	Hog panels			
Corrective Action:				Date:
Type	OTHER			
Comment:	Pig station - pipe rail fence			
Corrective Action:				Date:
Type	TANK BATTERY			
Comment:	Hog panels			
Corrective Action:				Date:
Type	WELLHEAD			
Comment:	Hog panels			
Corrective Action:				Date:
Equipment:				corrective date
Type: Other	# 2			
Comment:	Open ended load lines			
Corrective Action:	All load lines will be capped or plugged			Date: 12/16/2023
Type: Other	# 2			
Comment:	PRV & rupture disc vent lines terminate in an unsafe manner			
Corrective Action:	Operators are responsible for ensuring that operations are conducted with due regard for the safety of employees, for the preservation and conservation of property, and for protecting and minimizing adverse impacts to public health, safety, welfare, the environment, and wildlife resources.			Date: 12/16/2023
Type: Horizontal Heated Separator	# 2			
Comment:				
Corrective Action:				Date:
Type: Pig Station	# 1			
Comment:				
Corrective Action:				Date:
Type: Plunger Lift	# 2			
Comment:	All wells on plunger lift			
Corrective Action:				Date:
Type: Bird Protectors	# 2			
Comment:				
Corrective Action:				Date:
Type: Bradenhead	# 2			
Comment:	No form of pressure monitoring equipment located on bradenheads. All bradenhead valves are accessible.			

Corrective Action:		Date:	
Type: Gas Meter Run	# 2		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:	Separate containment				
Corrective Action:		Date:			

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal				
Comment:	Snow in containment			
Corrective Action:		Date:		

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	400 BBLS	STEEL AST		,
Comment:	Separate containment				
Corrective Action:		Date:			

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal				
Comment:	Snow in containment			
Corrective Action:		Date:		

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	400 BBLS	STEEL AST		,
Comment:	Separate containment				
Corrective Action:		Date:			

Paint

Condition	Adequate	
Other (Content)		

Other (Capacity)						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal						
Comment: Snow in containment						
Corrective Action:					Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	400 BBLs	STEEL AST		,	
Comment: Separate containment						
Corrective Action:					Date:	
Paint						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal						
Comment: Snow in containment						
Corrective Action:					Date:	
Venting:						
Yes/No	NO					
Comment:						
Corrective Action:					Date:	
Flaring:						
Type						
Comment:						
Corrective Action:					Date:	

Inspected Facilities									
Facility ID:	249	Type:	WELL	API Number:	045-15468	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	250	Type:	WELL	API Number:	045-15469	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
		Compaction				Light compaction in some sections
		Culverts				
		Gravel				Sparse to none in some sections
		Ditches				
Compaction						

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

Comment	User	Date
Please refer to Signs/Marker & Equipment for observed compliance issues.	smelserw	12/09/2023

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

Document Num	Description	URL
403619999	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6351303
708902456	Inspection 708902455 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6351301
708902457	Inspection 708902455 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6351302