

**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:

12/11/2023

Submitted Date:

12/13/2023

Document Number:

708902505**FIELD INSPECTION FORM**Loc ID 334667 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:**27 Number of Comments3 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	
Toews, Wesley		wtoews@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211142	WELL	PR	04/11/2005	GW	045-06901	RULISON FEDERAL 1-13	PR
271473	WELL	PR	04/01/2021	GW	045-09890	RULISON FED 1-423D	PR
271474	WELL	PR	12/06/2004	GW	045-09889	RULISON FED. 1-414D	PR
271519	WELL	PR	09/01/2017	GW	045-09899	RULISON FED 2-444D	PR
271520	WELL	PR	12/09/2004	GW	045-09900	RULISON FED. 1-313D	PR

General Comment:**CECMC Inspection Report Summary**

On 12/11/2023 at approximately 11:28 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC RULISON FEDERAL 1-13 (RM1) Pad.

Location # 334667 in Garfield County Colorado.

Location is within Black Bear/High Priority/Density 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/missing required information with a CA date of 01/12/2024
2. Equipment - Open ended load line with a CA date of 12/20/2023
3. Stormwater - Lack of stabilization/compaction/insufficient BMP's with a CA date of 12/28/2023

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	TANK LABELS/PLACARDS		
Comment:	Methanol tank improperly labeled/lacks required 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:	01/12/2024
Type	WELLHEAD		
Comment:			
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:	
Emergency Contact Number:			
Comment:	911/970-285-2615		
Corrective Action:		Date:	
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	OTHER		
Comment:	Summit Midstream meter houses - bollards		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Bollards		

Corrective Action:		Date:	
Equipment:		corrective date	
Type: Vertical Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 5		
Comment: Summit Midstream			
Corrective Action:		Date:	
Type: Bradenhead	# 5		
Comment: Pressure transducers located on all bradenhead. All bradenhead valves are accessible.			
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment: Marked			
Corrective Action:		Date:	
Type: Other	# 1		
Comment: Open ended load line			
Corrective Action: All load lines will be capped or plugged		Date: 12/20/2023	
Type: Plunger Lift	# 5		
Comment: All wells on plunger lift			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

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

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	500 gal
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	
METHANOL	2	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			
Comment: Secondary containment liner shows signs of deterioration				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	3	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			
Comment: Secondary containment liner shows signs of deterioration				
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type			
Comment:			
Corrective Action:			Date:

Inspected Facilities									
Facility ID:	211142	Type:	WELL	API Number:	045-06901	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	271473	Type:	WELL	API Number:	045-09890	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	271474	Type:	WELL	API Number:	045-09889	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	271519	Type:	WELL	API Number:	045-09899	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	271520	Type:	WELL	API Number:	045-09900	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				
Gravel						Sparse to none in visible areas
		Ditches				
Drains						
		Gravel				Sparse to none in some sections
		Culverts				
Compaction	Fail					Lack of stabilization/compaction/insufficient BMPs

Comment: 1. Lack of stabilization/compaction/insufficient BMP's on location

Corrective Action: Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. BMPs shall be maintained until the facility is abandoned and final reclamation is achieved.

Date: 12/28/2023

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

Comment	User	Date
Please refer to Signs/Marker, Equipment & Stormwater for observed compliance issues.	smelserw	12/13/2023

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

Document Num	Description	URL
403624992	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6356158
708902506	Inspection 708902505 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6356156
708902507	Inspection 708902505 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6356157