

**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:

12/19/2023

Submitted Date:

12/22/2023

Document Number:

708902593

FIELD INSPECTION FORMLoc ID 334738 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

2 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
261772	WELL	PR	11/03/2005	GW	045-07979	FEDERAL 10-1 (RA10)	PR
277640	WELL	PR	10/28/2005	GW	045-10737	FEDERAL 10-2D (RA10)	PR

General Comment:**CECMC Inspection Report Summary**

On 12/19/2023 at approximately 12:34 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL 10-1 (RA10) Pad.
Location # 334738 in Garfield County Colorado.
Location is within High Priority/Black Bear/Density Habitat areas.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Fencing - Barbed wire fence needs maintenance/wildlife hazard with a CA date of 12/29/2023
2. Tanks & Berms - Multiple holes in liner/liner needs maintenance with a CA date of 01/11/2024

This is a summary of inspection report.

Location

Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐

Signs/Marker:			
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
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: ☐

Spills:			
Type	Area	Volume	
In Containment:	No		
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			

Fencing/:			
Type	LOCATION		
Comment:	Barbed wire fence Fence needs maintenance/wildlife hazard		
Corrective Action:	Operators will prevent & minimize adverse impacts to wildlife resources.	Date:	12/29/2023
Type	TANK BATTERY		
Comment:	Hog panels & barbed wire		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Horizontal Heated Separator	# 2		

Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Telemetry		
Corrective Action:		Date:	
Type: Gas Meter Run	# 2		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Bradenhead	# 2		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 2		
Comment:	All wells on plunger lift		
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						
Comment:						
Corrective Action:						
Date:						
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	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	Inadequate	Walls Insufficient		Inadequate
Comment:	Multiple holes in containment liner/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: 01/11/2024

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	261772	Type:	WELL	API Number:	045-07979	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	277640	Type:	WELL	API Number:	045-10737	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
Rip Rap						
		Ditches				
		Compaction				Light compaction in sections
		Gravel				Sparse to none in sections
Compaction						Large amount of light compaction
		Culverts				
Gravel						Sparse to none in areas
Berms						

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 Fencing & Tanks & Berms for observed compliance issues.	smelserw	12/22/2023

Attached Documents

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

Document Num	Description	URL
708902594	Inspection 708902593 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6370407
708902595	Inspection 708902593 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6370408