

**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:

12/26/2023

Submitted Date:

12/28/2023

Document Number:

708902633**FIELD INSPECTION FORM**Loc ID 335568 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

5 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
280596	WELL	PR	08/01/2022	GW	045-11290	LONG RIDGE 06D J15 595	PR
280598	WELL	PR	08/01/2022	GW	045-11288	LONG RIDGE LR15D J15 595	PR
280599	WELL	PR	08/01/2022	GW	045-11287	LONG RIDGE 06A J15 595	PR

General Comment:**CECMC Inspection Report Summary**

On 12/26/2023 at approximately 13:02 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC LONG RIDGE J15 595 Pad.
Location # 335568 in Garfield County Colorado.

Location is within High Priority/Black Bear Habitat areas/Greater Sage Grouse General Habitat Management Area & in close proximity to
Density/NSO Habitat areas.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Signs/Marker - 1 wellhead lacks signage & 1 wellhead sign not visible/conspicuously located with a CA date of 01/27/2024
2. Signs/Marker - Tank battery lacks signage with a CA date of 01/27/2024
3. Signs/Marker - No sign at entrance to location with a CA date of 01/27/2024
4. Signs/Marker - Methanol tank improperly labeled/missing required info/contains inaccurate info with a CA date of 01/27/2024
5. Tanks & berms - Secondary containment liner needs maintenance with a CA date of 01/17/2024

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/missing required info/contains inaccurate info		
Corrective Action:	<p>All Tanks with a capacity of 10 Barrels or greater will be labeled or posted with the following information:</p> <p>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.</p>	Date:	01/27/2024
Type	OTHER		
Comment:	Entrance to location lacks required signage		
Corrective Action:	<p>Operator will post a sign at the entrance to an Oil and Gas Location that includes the:</p> <p>(1) Oil and Gas Location name; (2) Commission's assigned Oil and Gas Location identification number (ID #); (3) The Operator's telephone number where it may be reached at all times; and (4) Telephone number(s) for local emergency services (911 where available).</p>	Date:	01/27/2024
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	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	1 wellhead lacks signage & 1 wellhead sign not conspicuously located at the wellhead		
Corrective Action:	<p>A permanent sign will be conspicuously located at the wellhead and will identify:</p> <p>A. The Well name; B. The API number; and C. Its legal location, including the quarter/quarter section.</p>	Date:	01/27/2024
Type	BATTERY		
Comment:	Tank battery lacks signage		

Corrective Action: Tank Battery Signage.	Date: <u>01/27/2024</u>
<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>	

Emergency Contact Number:	
Comment: <u>911/970-285-2615</u>	Date: _____
Corrective Action: _____	

Overall Good: ☐

Spills:					
Type	Area	Volume			

In Containment: No

Comment: _____

☐ Multiple Spills and Releases?

Fencing/:			
Type	OTHER		
Comment:	Chemical tank - hog panels		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Hog panels		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Bradenhead	# 3		
Comment:	No form of pressure monitoring equipment located on bradenheads. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 3		
Comment:			
Corrective Action:		Date:	

Type: Bird Protectors	# 3	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	<100 BBLS	STEEL AST		,
Comment:	<p>Partially buried tank</p> <p>Through email correspondence with operator I was informed that all partially buried tanks are hydrostatically tested for 24 hours on an annual basis and results are retained in operators internal forms database.</p> <p>Tank doesn't appear to be equipped with telemetry.</p>				
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	95 bbl	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Inadequate	Walls Insufficient		Inadequate	
Comment:	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: 01/17/2024	
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	Adequate	Walls Sufficient		
Comment:				
Corrective Action:				
	Date:			

Venting:

Yes/No	NO	
Comment:		
Corrective Action:	Date:	

Flaring:			
Type			
Comment:			
Corrective Action:		Date:	

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Inspected Facilities			
Facility ID: 280596	Type: WELL	API Number: 045-11290	Status: PR Insp. Status: PR
Producing Well			
Comment:	Producing, well on plunger lift		
Corrective Action:		Date:	
Facility ID: 280598	Type: WELL	API Number: 045-11288	Status: PR Insp. Status: PR
Producing Well			
Comment:	Producing, well on plunger lift		
Corrective Action:		Date:	
Facility ID: 280599	Type: WELL	API Number: 045-11287	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
		Ditches				
				Material Handling And Spill Prevention		Chemical tank containment
		Culverts				
		Retention Ponds				

Comment: [Limited Stormwater inspection due to snow](#)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

Permit:	Facility ID	Permit Num	Expiration Date
	289284	1433606	
	289284	1433606	

COGCC Comments

Comment	User	Date
Please refer to Signs/Marker & Tanks & Berms for observed compliance issues.	smelserw	12/28/2023

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

Document Num	Description	URL
708902634	Inspection 708902633 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6375765
708902635	Inspection 708902633 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6375766