

**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:

01/05/2024

Submitted Date:

01/09/2024

Document Number:

696205507**FIELD INSPECTION FORM**Loc ID 334610 Inspector Name: Trujillo, Aaron 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:**16 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
,		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
270995	WELL	PR	01/07/2004	GW	045-09809	BASS 14-10A (G14W)	RI
271010	WELL	PR	12/08/2004	GW	045-09822	BASS 14-6D (G14W)	RI
271011	WELL	SI	10/01/2023	GW	045-09823	BASS 14-14A (G14W)	RI
271012	WELL	PR	12/24/2004	GW	045-09824	BASS 14-7B (G14W)	RI
271013	WELL	PR	10/01/2021	GW	045-09825	BASS 14-2D(G14W)	RI
271014	WELL	PR	12/15/2004	GW	045-09826	BASS 14-11B(G14W)	RI
334610	LOCATION	AC			-	BASS-67S93W 14SWNE	RI

General Comment:

On 1/5/2024, Reclamation Specialist Trujillo conducted an interim reclamation and stormwater inspection at Caerus Piceance LLC's BASS-67S93W/14SWNE location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Good Housekeeping
- Tank Integrity Concerns
- Containment
- Undesirable and Noxious Plant Species
- Stormwater

Refer to the "Location", "Reclamation" and "Stormwater" section of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Corrective Action dates provided will either be back-dated to when Operator should have been in compliance, or when Operator was initially observed to be out of compliance; the "Date of Discovery" is being provided as the corrective action date for all new observed compliance issues. Location will remain out of compliance until corrective action(s) has(have) been resolved; a follow up inspection will be conducted to ensure the compliance issues have been corrected to comply with ECMC rules.

LocationOverall Good: ☐

Signs/Marker:			
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Location		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signage at wells do not comport with current 605 requirements		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 1-800-791-7691 / 970-285-2615 / 911

Corrective Action:

Date: _____

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:	Unused chains improperly stored on the northeast perimeter of the working pad; Unused equipment observed stored next to meter shed.		
Corrective Action:	Comply with 606 Rules.	Date:	01/05/2024

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Livestock panels		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Livestock panels		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	2	500 BBLS	STEEL AST		,

Comment:	Corrosion observed at the base of the southern Produced Water / Condensate Tank; fluids appear to be leaking from these areas.		
Corrective Action:	Inspect, maintain and repair tanks to comply with rule 609.b. Clean/remediate impacts to table 915-1 cleanup concentrations.	Date:	01/05/2024

Condition		
Other (Content)	Produced Water / Condensate	
Other (Capacity)		
Other (Type)		

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal		Walls Insufficient			
Comment:	Holes/tears observed within the liner of the secondary containment measure.				
Corrective Action:	Install or repair BMP to ensure containment measure remains impervious to contain a spill or release.				Date: 01/05/2024

Yes/No			
Comment:			
Corrective Action:		Date:	

Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities									
Facility ID:	<u>270995</u>	Type:	<u>WELL</u>	API Number:	<u>045-09809</u>	Status:	<u>PR</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>271010</u>	Type:	<u>WELL</u>	API Number:	<u>045-09822</u>	Status:	<u>PR</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>271011</u>	Type:	<u>WELL</u>	API Number:	<u>045-09823</u>	Status:	<u>SI</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>271012</u>	Type:	<u>WELL</u>	API Number:	<u>045-09824</u>	Status:	<u>PR</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>271013</u>	Type:	<u>WELL</u>	API Number:	<u>045-09825</u>	Status:	<u>PR</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>271014</u>	Type:	<u>WELL</u>	API Number:	<u>045-09826</u>	Status:	<u>PR</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>334610</u>	Type:	<u>LOCATION</u>	API Number:	<u>-</u>	Status:	<u>AC</u>	Insp. Status:	<u>RI</u>

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

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? PassComment No waste or debris observed on the interim or production areas of the Location.

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? InComment No unused or unneeded equipment observed stored on the interim areas. See "Good Housekeeping" regarding the WPS.

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment Anchors not observed.

Corrective Action _____

Date _____

1003b. Area no longer in use? Pass Production areas stabilized ? Fail
1003c. Compacted areas have been cross ripped? _____
1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____
Cuttings management: _____
1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? In
Production areas have been stabilized? Fail Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured Pass 80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? F

Comment Limited inspection due to snow cover- vegetation that was visible over the interim areas appear to be progressing towards 1003 standards.
Undesirable and Noxious Plant Species (Musk thistle, Scotch thistle) observed established within the interim areas of the location. Weed management efforts required during the 2024 growing season; ongoing weed management to prevent the further spread and establishment of weeds required.

Corrective Action Comply with 1003.f and 606.c.

Date 01/05/2024

Overall Interim Reclamation In Process

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action:

Date

Overall Final Reclamation

Well Release on Active Location

Multi-Well Location

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Ditches						
Compaction	Fail					
Berms						
	Fail					Tracking controls
Gravel	Fail					

Comment:

BMPs to stabilize the working pad surface are no longer in proper functioning condition; WPS lacks stabilization. BMPs to minimize tracking inadequate; BMPs to minimize off-site sediment transport, such as vehicle tracking pad, also not observed

Corrective Action:

Comply with Rule 1002.f- install or repair required stormwater and erosion control BMPs to minimize erosion, degradation and off-site sediment transport.

Date: 01/05/2024

Pits:

NO SURFACE INDICATION OF PIT

Attached Documents

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

Document Num	Description	URL
403649269	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6386707
696205508	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6386692