

**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:

02/01/2024

Submitted Date:

02/04/2024

Document Number:

708902966**FIELD INSPECTION FORM**Loc ID 334065 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:24 Number of Comments1 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 | |
| Arauza, Steven | | steven.arauza@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------|-------------|
| 210228 | WELL | PR | 09/01/2020 | GW | 045-05187 | FEDERAL 28-95 | PR |
| 283792 | WELL | PR | 09/01/2020 | GW | 045-11994 | FEDERAL 28-15X (PJ28) | PR |

General Comment:**CECMC Inspection Report Summary**

On 02/01/2024 at approximately 14:57 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC FEDERAL 28-15X (PJ28) Pad.
Location # 334065 in Garfield County Colorado.

Please refer to inspection 708902827 conducted on 01/17/2024, previous corrective actions have been completed.

Location is within High Priority/NSO/Black Bear Habitat areas & in close proximity to Density Habitat area.

Location is approximately 46 yards from Dry Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Housekeeping - Stained soils & snow on location with a CA date of 02/11/2024

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: ☐**Signs/Marker:**

| | | | |
|--------------------|--|-------|--|
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| 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: | |

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | OTHER | | |
| Comment: | Stained soils & snow on location | | |
| Corrective Action: | Remove & properly dispose of stained materials | Date: | 02/11/2024 |

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 is showing signs of disrepair in some areas | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |

| | | | |
|--|--|-------|--|
| Comment: Jersey barriers | | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|--|-----|-------|-----------------|
| Type: Bird Protectors | # 2 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: Summit Midstream | | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: Slug catcher | | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 2 | | |
| Comment: Pressure transducers located on all bradenhead. All bradenhead valves are accessible. | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 2 | | |
| Comment: All wells on plunger lift | | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: Telemetry | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 3 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|---|---|----------|-----------|---------|--------|
| CONDENSATE | 1 | 300 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 | Adequate | | | |

Inspector Name: Smelser, Wayne

| | | | | | | | | |
|--------------------|----------|---|---------------------|---------|---------------------|--|-------------|--|
| Comment: | | Limited inspection of containment liner due to snow & ice. | | | | | | |
| Corrective Action: | | | | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS | | | |
| METHANOL | 1 | 1000 GAL | STEEL AST | | , | | | |
| Comment: | | Centralized containment | | | | | | |
| Corrective Action: | | | | | | | Date: | |
| <u>Paint</u> | | | | | | | | |
| Condition | Adequate | | | | | | | |
| Other (Content) | | | | | | | | |
| Other (Capacity) | | | | | | | | |
| Other (Type) | | | | | | | | |
| <u>Berms</u> | | | | | | | | |
| Type | Capacity | | Permeability (Wall) | | Permeability (Base) | | Maintenance | |
| Metal | Adequate | | | | | | | |
| Comment: | | Limited inspection of containment liner due to snow | | | | | | |
| Corrective Action: | | | | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS | | | |
| CONDENSATE | 2 | 300 BBLS | STEEL AST | | , | | | |
| Comment: | | Centralized containment | | | | | | |
| Corrective Action: | | | | | | | Date: | |
| <u>Paint</u> | | | | | | | | |
| Condition | Adequate | | | | | | | |
| Other (Content) | | | | | | | | |
| Other (Capacity) | | | | | | | | |
| Other (Type) | | | | | | | | |
| <u>Berms</u> | | | | | | | | |
| Type | Capacity | | Permeability (Wall) | | Permeability (Base) | | Maintenance | |
| Metal | Adequate | | | | | | | |
| Comment: | | Possible tear in base of secondary containment liner Limited inspection of containment liner due to snow | | | | | | |
| Corrective Action: | | | | | | | Date: | |
| <u>Venting:</u> | | | | | | | | |
| Yes/No | NO | | | | | | | |
| Comment: | | | | | | | | |
| Corrective Action: | | | | | | | Date: | |
| <u>Flaring:</u> | | | | | | | | |
| Type | | | | | | | | |
| Comment: | | | | | | | | |
| Corrective Action: | | | | | | | Date: | |

| Inspected Facilities | | | | | | | | | |
|----------------------|---|-------|--|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 210228 | Type: | WELL | API Number: | 045-05187 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| | | | | | | | | | |
| Facility ID: | 283792 | Type: | WELL | API Number: | 045-11994 | Status: | PR | Insp. Status: | PR |
| Idle Well | | | | | | | | | |
| Purpose: | <input checked="" type="checkbox"/> Shut In | | <input type="checkbox"/> Temporarily Abandoned | | Reminder: | | | | |
| Comment: | Shut In | | | | | | | | |
| 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 | | | | |
| | | Compaction | | | | Large amount of light compaction in some sections |
| | | Gravel | | | | Sparse to none in visible sections |
| Gravel | | | | | | Sparse to none in visible areas |
| | | Culverts | | | | |

Comment: Limited Stormwater inspection due to snow.

Corrective Action:

Date:

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|---|----------|------------|
| Please refer to Housekeeping for observed compliance issue. | smelserw | 02/04/2024 |
| Please refer to Tanks & Berms & Fencing for comments. | | |

Attached Documents

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

| Document Num | Description | URL |
|--------------|---|---|
| 708902967 | Inspection 708902966 photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6418258 |
| 708902968 | Inspection 708902966 Stormwater photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6418259 |