

**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:

708902969

FIELD INSPECTION FORMLoc ID 334682 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:

27 Number of Comments

4 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
Toews, Wesley		wtoews@blm.gov	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
286066	WELL	PR	09/01/2022	GW	045-12603	FEDERAL 20-10 (PN20)	PR
286631	WELL	PR	09/01/2022	GW	045-12713	FEDERAL 20-12(PN20)	PR
413026	WELL	PR	07/12/2011	GW	045-18708	Federal 20-11 (PN20)	PR
413029	WELL	PR	07/12/2011	GW	045-18711	Federal 20-14BB (PN20)	PR
415750	WELL	PR	07/12/2011	GW	045-19158	Federal Gardner 20-7 (PN20)	PR
415795	WELL	PR	07/12/2011	GW	045-19163	Federal Gardner 20-7BB (PN20)	PR
415799	WELL	PR	07/12/2011	GW	045-19164	Federal Gardner 20-6 (PN20)	PR

General Comment:

CECMC Inspection Report Summary

On 02/01/2024 at approximately 11:03 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC FEDERAL 20-10 (PN20) Pad.
Location # 334682 in Garfield County Colorado.

Please refer to inspection 708902869 conducted on 01/23/2024, previous corrective action has not been completed.
Location is within High Priority/Density/Black Bear Habitat areas.
Location is in close proximity to Rule 411a Surface Water External Buffer.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Flowline heating insulation open ended/wildlife hazard/available for entry by wildlife with a CA date of 01/30/2024
2. Housekeeping - Barbed wire laying on ground/wildlife hazard with a CA date of 02/07/2024
3. Equipment - Rupture disc vent line lacks cap with a CA date of 02/11/2024
4. Stormwater - Lack of stabilization/compaction/insufficient BMP's on lease road with a CA date of 03/05/2024

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	OTHER			
Comment:	Sign at entrance to location			
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:	
Type	BATTERY			
Comment:				
Corrective Action:			Date:	
Type	TANK LABELS/PLACARDS			
Comment:				
Corrective Action:			Date:	
Emergency Contact Number:				
Comment:	911/970-285-2615			
Corrective Action:			Date:	
Good Housekeeping:				
Type	OTHER			
Comment:	Barbed wire laying on ground/wildlife hazard (N/NW area on edge of location)			
Corrective Action:	Comply with CECMC wildlife rules		Date:	02/07/2024
Overall Good: <input type="checkbox"/>				
Spills:				
Type	Area	Volume		
In Containment: No				
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				
Fencing/:				
Type	SEPARATOR			
Comment:	Thrust blocks & jersey barriers			

Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire fence		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 7		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Gas Meter Run	# 7		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Telemetry		
Corrective Action:		Date:	
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Rupture disc vent line lacks cap		
Corrective Action:	Comply with CECMC pressure safety device rules	Date:	02/11/2024
Type: Other	# 1		
Comment:	Flowline heating insulation open ended/wildlife hazard/available for entry by wildlife		
Corrective Action:	Comply with CECMC wildlife rules	Date:	01/30/2024
Type: Plunger Lift	# 7		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 2		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

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	Adequate	Walls Sufficient		
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	286066	Type:	WELL	API Number:	045-12603	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	286631	Type:	WELL	API Number:	045-12713	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	413026	Type:	WELL	API Number:	045-18708	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	413029	Type:	WELL	API Number:	045-18711	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	415750	Type:	WELL	API Number:	045-19158	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	415795	Type:	WELL	API Number:	045-19163	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	415799	Type:	WELL	API Number:	045-19164	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
		Gravel				Sparse to none
Rip Rap						
Compaction						Light compaction in small areas
		Culverts				
		Compaction	Fail			Lack of stabilization/compaction/insufficient BMPs
Gravel						Sparse to none in some areas
		Ditches				
Ditches						

Comment: 1. Lack of stabilization/compaction/insufficient BMP's on lease road (approximately 1/10th & 2/10th's of a mile from location)

Corrective Action: Comply with CECMC Stormwater rules

Date: 03/05/2024

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Housekeeping, Equipment & Stormwater for observed compliance issues.	smelserw	02/04/2024

Attached Documents

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

Document Num	Description	URL
708902970	Inspection 708902969 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6418372
708902971	Inspection 708902969 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6418373