

**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:

02/05/2024

Submitted Date:

02/08/2024

Document Number:

707800703**FIELD INSPECTION FORM**
 Loc ID 311638 Inspector Name: Ramsey, Scott 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:**

26 Number of Comments

3 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	
Smelser, Wayne		wayne.smelser@state.co.us	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
282774	WELL	PR	12/01/2009	GW	045-11838	N. PARACHUTE MF07C-4 C04 696	PR
282776	WELL	PR	04/27/2007	GW	045-11836	N.PARACHUTE MF 13D C04 696	PR
282777	WELL	PR	04/12/2007	GW	045-11835	N. PARACHUTE MF04D CO4 696	PR
282778	WELL	PR	01/23/2006	GW	045-11834	N.PARACHUTE MF02C C04 696	PR
282779	WELL	PR	01/23/2006	GW	045-11833	N.PARACHUTE MF08C C04 696	PR
282780	WELL	PR	01/23/2006	GW	045-11832	N.PARACHUTE MF03A C04 696	PR
282781	WELL	PR	11/30/2009	GW	045-11831	N. PARACHUTE MF06C-4 C04 696	PR
282784	WELL	PR	01/23/2006	GW	045-11829	N.PARACHUTE MF08A CO4 696	PR
282785	WELL	PR	01/23/2006	GW	045-11828	N.PARACHUTE MF01C CO4 696	PR
282786	WELL	PR	07/24/2009	GW	045-11827	N. PARACHUTE MF07A-4 CO4 696	PR
284640	WELL	PR	12/01/2009	GW	045-12249	N. PARACHUTE MF06B-4 CO4 696	PR
295477	WELL	PR	03/01/2010	GW	045-15766	N. PARACHUTE MF01C-4 CO4 696	PR
295478	WELL	PR	07/14/2011	GW	045-15767	N. PARACHUTE MF13D-31 C04 69	PR
295479	WELL	PR	02/20/2010	GW	045-15768	N. PARACHUTE MF04B-3 CO4 696	PR

295480	WELL	PR	02/15/2010	GW	045-15769	N. PARACHUTE MF03C-4 C04 696	PR
295481	WELL	PR	01/14/2010	GW	045-15770	N. PARACHUTE MF02C-4 CO4 696	PR
295482	WELL	PR	02/10/2010	GW	045-15771	N. PARACHUTE MF06A-4 CO4 696	PR
295483	WELL	PR	02/22/2010	GW	045-15772	N. PARACHUTE MF02B-4 CO4 696	PR
295487	WELL	PR	01/13/2010	GW	045-15777	N. PARACHUTE MF13C-31 C04 69	PR

**General Comment:****ECMC Inspection Report Summary**

On Monday 2/5/2024, I, Inspector Scott Ramsey, conducted a follow up inspection at Caerus N. Parachute CO4 696, at Location # 311638 in Garfield county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

While there, I observed normal production operations. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

C/A from inspection from document # 708902882 (Open hole) is still open. Livestock panels have been installed but still open to wildlife or personnel. C/A date remains (1/26/24). Operator submitted FIRR document # 403668290 stating holes have been closed.

I contacted Gas control for the operator at approximately 1430 and notified them of active leak and open fencing. The person I spoke with was going to notify the proper personnel to address the problems.

During this inspection the following compliance issues were observed:

1. Open hole is still apparent and fencing is open for wildlife or personnel to enter.
2. 2 inch valve at meter building next to open hole is actively leaking.
3. Cut slope is lacking stabilization and actively eroding at time of inspection. Vegetation at top of cut slope is being undermined and roots are exposed.

Refer to photograph of observed compliance issue.

A follow up on this site inspection may be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

## Location

Overall Good: ☐

<b>Signs/Marker:</b>			
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
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:	Open hole is still apparent and fencing is open for wildlife or personnel to enter.		
Corrective Action:	Operators are responsible for ensuring that operations are conducted with due regard for the safety of employees, for the preservation and conservation of property, and for protecting and minimizing adverse impacts to public health, safety, welfare, the environment, and wildlife resources.	Date:	01/26/2024
Type	OTHER		
Comment:	2 inch valve at meter building next to open hole is actively leaking.		
Corrective Action:	Securely fasten all valves, pipes, and fittings to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition	Date:	02/09/2024

Overall Good: ☐

<b>Spills:</b>			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

<b>Equipment:</b>			corrective date
Type: Plunger Lift	# 19		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 3		
Comment:	Chemical tanks in plastic containments		

Corrective Action:		Date:	
Type: Bradenhead	# 19		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 20		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 18		
Comment:			
Corrective Action:		Date:	

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	1	OTHER	STEEL AST		,	
Comment:						
Corrective Action:						Date:

**Paint**

Condition	Adequate	
Other (Content)		
Other (Capacity)	120 BBLS	
Other (Type)		

**Berms**

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:	Tank containment damaged/buckling			
Corrective Action:				
	Date:			

**Venting:**

Yes/No	NO	
Comment:		
Corrective Action:	Date:	

**Flaring:**

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities									
Facility ID:	282774	Type:	WELL	API Number:	045-11838	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282776	Type:	WELL	API Number:	045-11836	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282777	Type:	WELL	API Number:	045-11835	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282778	Type:	WELL	API Number:	045-11834	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282779	Type:	WELL	API Number:	045-11833	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282780	Type:	WELL	API Number:	045-11832	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282781	Type:	WELL	API Number:	045-11831	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282784	Type:	WELL	API Number:	045-11829	Status:	PR	Insp. Status:	PR
<b>Producing Well</b>									
Comment:	Producing								
Corrective Action:						Date:			

Facility ID:	282785	Type:	WELL	API Number:	045-11828	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	282786	Type:	WELL	API Number:	045-11827	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	284640	Type:	WELL	API Number:	045-12249	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	295477	Type:	WELL	API Number:	045-15766	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	295478	Type:	WELL	API Number:	045-15767	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	295479	Type:	WELL	API Number:	045-15768	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	295480	Type:	WELL	API Number:	045-15769	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	295481	Type:	WELL	API Number:	045-15770	Status:	PR	Insp. Status:	PR
<b><u>Producing Well</u></b>									
Comment:	Producing								
Corrective Action:						Date:			

Facility ID:	295482	Type:	WELL	API Number:	045-15771	Status:	PR	Insp. Status:	PR
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Producing Well

Comment:	Producing		
Corrective Action:		Date:	

Facility ID:	295483	Type:	WELL	API Number:	045-15772	Status:	PR	Insp. Status:	PR
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Producing Well

Comment:	Producing		
Corrective Action:		Date:	

Facility ID:	295487	Type:	WELL	API Number:	045-15777	Status:	PR	Insp. Status:	PR
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Producing Well

Comment:	Producing		
Corrective Action:		Date:	

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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				
Ditches						
Berms						

Comment: 1. Cut slope is lacking stabilization and actively eroding at time of inspection. Vegetation at top of cut slope is being undermined and roots are exposed. Places with sparse to no gravel & light compaction are present on lease road. Sparse to no gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action: Install, maintain or repair required BMPs

Date: 03/21/2024

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
707800704	Photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6423172">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6423172</a>
707800705	Video of leaking valve	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6423173">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6423173</a>