

**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:

02/15/2024

Submitted Date:

02/19/2024

Document Number:

708903095**FIELD INSPECTION FORM**Loc ID 334578 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

1 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
89073	WELL	PR	10/01/2021	GW	045-07403	MILLER 11-7	PR
272959	WELL	PR	03/25/2005	GW	045-10200	CEDAR SPRINGS RANCH 11-3C (G11W)	PR
272961	WELL	PR	03/21/2005	GW	045-10199	CEDAR SPRINGS RANCH 11-11A (G11W)	PR
272963	WELL	PR	03/22/2005	GW	045-10197	CEDAR SPRINGS RANCH 11-11B (G11W)	PR

General Comment:**CECMC Inspection Report Summary**

On 02/15/2024 at approximately 12:42 hours, I, Compliance Specialist, Wayne Smelser
Conducted an on-site inspection at CAERUS PICEANCE LLC MILLER 11-7 (G11W) Pad.
Location # 334578 in Garfield County Colorado.
Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area.
Location is approximately 248 yards from Dry Creek.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Tanks & Berms - Multiple holes in secondary containment liner/liner needs maintenance with a CA date of 03/09/2024

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.

Any corrective actions from previous inspections that have not been addressed are still applicable.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**Signs/Marker:**

Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
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:	
Type	WELLHEAD		
Comment:	Miller 11-7 wellhead sign emergency contact # incorrect		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

			corrective date
Type: Other	# 1		
Comment:	Telemetry		
Corrective Action:		Date:	
Type: Plunger Lift	# 4		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	

Type: Gas Meter Run	# 1	
Comment:	Summit Midstream	
Corrective Action:		Date:
Type: Bird Protectors	# 2	
Comment:		
Corrective Action:		Date:
Type: Vertical Heated Separator	# 3	
Comment:		
Corrective Action:		Date:
Type: Bradenhead	# 4	
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.	
Corrective Action:		Date:
Type: Gas Meter Run	# 4	
Comment:		
Corrective Action:		Date:
Type: Horizontal Heated Separator	# 1	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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					
Comment:					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	3	OTHER	STEEL AST		,
Comment:	Centralized containment Tanks equipped with telemetry				
Corrective Action:					Date:

Paint

Condition	Adequate
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Other (Content)	
Other (Capacity) 250 bbl	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Inadequate	Walls Insufficient	Base Insufficient	Inadequate
Comment:	Multiple holes in secondary containment liner/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: 03/09/2024

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	89073	Type:	WELL	API Number:	045-07403	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	272959	Type:	WELL	API Number:	045-10200	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	272961	Type:	WELL	API Number:	045-10199	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	272963	Type:	WELL	API Number:	045-10197	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
		Culverts				
Rip Rap						
		Ditches				
Berms						
		Compaction				Light compaction
Compaction						Light compaction
Ditches						
Culverts						
Gravel						Sparse to none in most areas
		Gravel				Sparse to none

Comment: [Places with sparse to no gravel & light compaction are present on location. Sparse/no gravel and light compaction could lead to future stabilization and tracking issues.](#)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Tanks & Berms for observed compliance issue.	smelserw	02/18/2024

Attached Documents

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

Document Num	Description	URL
403691144	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6434044
708903096	Inspection 708903095 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6434042
708903097	Inspection 708903095 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6434043