

**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: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

OGCC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

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:

- 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 | | | 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 | |
| In Containment: No _____ | | | |
| Comment: _____ | | | |
| <input type="checkbox"/> 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 | |
|-----------|----------|--|

| | |
|--------------------------|--|
| 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 | | | | Date: | | | | |
| 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 | | | | Date: | | | | |
| 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 | | | | Date: | | | | |
| 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 | | | | Date: | | | | |
| 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 |