

**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:

02/28/2024

Submitted Date:

02/29/2024

Document Number:

708903184

FIELD INSPECTION FORMLoc ID 335058 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:

43 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
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
263197	WELL	PR	09/26/2002	GW	045-08105	ALP 24-16B1 (J24NW)	PR
263198	WELL	PR	07/12/2012	GW	045-08106	GMU 24-15B1(J24NW)	PR
263199	WELL	PR	06/01/2022	GW	045-08107	GMU 24-10A1(J24NW)	PR
263200	WELL	PR	09/13/2012	GW	045-08108	ALP 24-9B1(J24NW)	PR
271505	WELL	PR	09/13/2012	GW	045-09895	ALP 24-1C(J24NW)	PR
271506	WELL	PR	06/09/2004	GW	045-09894	ALP 24-5A(J24NW)	PR
430873	WELL	PR	02/04/2014	GW	045-21801	Alp Federal 24-12AA (J24NW)	PR
430874	WELL	PR	02/04/2014	GW	045-21802	Alp Fee 24-6AA (J24NW)	PR
430875	WELL	PR	01/14/2014	GW	045-21803	ALP Fee 24-3D (J24NW)	PR
430876	WELL	PR	01/12/2014	GW	045-21804	ALP FEE 24-3A (J24NW)	PR
430877	WELL	PR	10/01/2017	GW	045-21805	ALP Fee 24-6A (J24NW)	PR
430878	WELL	PR	05/08/2013	GW	045-21806	ALP Fee 24-5D (J24NW)	PR
430879	WELL	PR	01/11/2014	GW	045-21807	ALP FEE 24-2C (J24NW)	PR
430880	WELL	PR	01/05/2014	GW	045-21808	ALP Fee 24-12A (J24NW)	PR
430881	WELL	PR	02/04/2014	GW	045-21809	ALP Fee 24-6B (J24NW)	PR
430882	WELL	PR	12/01/2018	GW	045-21810	ALP FEE 24-12D (J24NW)	PR

General Comment:

CECMC Inspection Report Summary

On 02/28/2024 at approximately 14:17 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC ALP Fee 24-6B (J24NW) Pad.

Location # 335058 in Garfield County Colorado.

Please refer to inspection 707800662 conducted on 10/10/2023, previous corrective actions have 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. Housekeeping - Stained soils & gravel on location in multiple areas with a CA date of 03/10/2024
2. Housekeeping - Wildlife protection on containment needs maintenance with a CA date of 03/07/2024
3. Tanks & Berms - Multiple holes in containment liner/liner needs maintenance with a CA date of 03/20/2024

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	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	TANK LABELS/PLACARDS		
Comment:	Methanol tank lacks required info		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Wildlife protection on containment needs maintenance - refer to photo log		
Corrective Action:	Comply with CECMC wildlife rules	Date:	03/07/2024
Type	OTHER		
Comment:	Stained soils & gravel in multiple areas of location		
Corrective Action:	Remove and properly dispose of all stained soils and gravel.	Date:	03/10/2024

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment: ☐ Multiple Spills and Releases?

<u>Fencing/:</u>			
Type	OTHER		
Comment:	Summit Midstream meter house - bollards		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Pig station - bollards		
Corrective Action:		Date:	

<u>Equipment:</u>			corrective date
Type: Vertical Heated Separator	# 16		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 9		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Telemetry		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Emission Control Device	# 2		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 16		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Liquid nitrogen tank		
Corrective Action:		Date:	
Type: Bradenhead	# 16		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible. GMU 24-15B1 well bradenhead connected to separator at the A valve bypass - document 402422262 ALP 24-9B1 well bradenhead connected to separator at the A valve bypass - document 402422258		
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			

Corrective Action:		Date:	
Type: Gas Meter Run	# 16		
Comment:			
Corrective Action:		Date:	
Type: VRU	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 2		
Comment:	Chemical tanks		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	1000 GAL	STEEL AST		,	
Comment:	Tank labeling missing required information					
Corrective Action:					Date:	

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal						
Comment:	Centralized containment					
Corrective Action:					Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	3	500 BBLS	HEATED STEEL AST		,	
Comment:	Tanks equipped with telemetry Centralized containment					
Corrective Action:					Date:	

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Inadequate	Walls 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: 03/20/2024

Inspected Facilities									
Facility ID:	263197	Type:	WELL	API Number:	045-08105	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	263198	Type:	WELL	API Number:	045-08106	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	263199	Type:	WELL	API Number:	045-08107	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	263200	Type:	WELL	API Number:	045-08108	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	271505	Type:	WELL	API Number:	045-09895	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	271506	Type:	WELL	API Number:	045-09894	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430873	Type:	WELL	API Number:	045-21801	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430874	Type:	WELL	API Number:	045-21802	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			

Facility ID:	430875	Type:	WELL	API Number:	045-21803	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430876	Type:	WELL	API Number:	045-21804	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430877	Type:	WELL	API Number:	045-21805	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430878	Type:	WELL	API Number:	045-21806	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430879	Type:	WELL	API Number:	045-21807	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430880	Type:	WELL	API Number:	045-21808	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430881	Type:	WELL	API Number:	045-21809	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	430882	Type:	WELL	API Number:	045-21810	Status:	PR	Insp. Status:	PR
<u>Producing Well</u>									
Comment:	Producing, well on plunger lift								
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
Slope Roughening						
Waddles						
		Culverts				
Berms						
		Compaction				
Gravel						Sparse to none in most areas
Check Dams						BMP's may need maintenance in the near future
				Material Handling And Spill Prevention		Chemical tank containments
Rip Rap						
Compaction						Light compaction in some areas
		Ditches				
		Gravel				Sparse to none

Comment: Check dams near NE corner of location may need maintenance in the near future.

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 Housekeeping & Tanks & Berms for observed compliance issues.	smelserw	02/29/2024

Attached Documents

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

Document Num	Description	URL
403704760	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6449588
708903185	Inspection 708903184 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6449586
708903186	Inspection 708903184 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6449587