

**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:

03/21/2024

Submitted Date:

03/21/2024

Document Number:

708903324

FIELD INSPECTION FORMLoc ID 335004 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:**

32 Number of Comments

2 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	
Toews, Wesley		wtoews@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
293631	WELL	PR	05/17/2012	GW	045-15064	FEDERAL SAVAGE 11-11B (RD-11)	PR
293633	WELL	PR	11/01/2022	GW	045-15065	FEDERAL SAVAGE 11-5C (RD-11)	PR
293634	WELL	PR	05/17/2012	GW	045-15067	FEDERAL 10-1D (RD-11)	PR
293636	WELL	PR	05/17/2012	GW	045-15066	FEDERAL 2-13C (RD-11)	PR
293637	WELL	PR	05/17/2012	GW	045-15068	FEDERAL SAVAGE 11-6C (RD-11)	PR
293639	WELL	PR	05/17/2012	GW	045-15069	FEDERAL SAVAGE 11-5 (RD-11)	PR
420604	WELL	PR	05/17/2012	GW	045-20185	FEDERAL SAVAGE 11-3C (RD-11)	PR
420606	WELL	PR	11/01/2022	GW	045-20186	FEDERAL SAVAGE 11-3B (RD-11)	PR
420607	WELL	PR	11/01/2022	GW	045-20187	FEDERAL 11-7C (RD-11)	PR
420608	WELL	PR	05/17/2012	GW	045-20188	FEDERAL SAVAGE 11-3A (RD-11)	PR
424388	WELL	PR	05/17/2012	GW	045-20907	Federal Savage 11-6B (RD-11)	PR

General Comment:

CECMC Inspection Report Summary

On 03/21/2024 at approximately 10:59 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL SAVAGE 11-4A (RD11) Pad.

Location # 335004 in Garfield County Colorado.

Location is within High Priority/Density/NSO/Black Bear Habitat areas.

Location is approximately 144 yards from Porcupine Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Mechanical condition - Tank valve leaking fluid with a CA date of 03/22/2024
2. Equipment - Open ended load line with a CA date of 03/28/2024

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	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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	BATTERY		
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:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
In Containment:	No			
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				

Fencing/:

Type	OTHER		
Comment:	Methanol tank - cattle panels		
Corrective Action:		Date:	

Type	LOCATION			
Comment:	Barbed wire fence			
Corrective Action:			Date:	
Equipment:				corrective date
Type: Ancillary equipment	# 1			
Comment:	Chemical tank			
Corrective Action:			Date:	
Type: Bradenhead	# 11			
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.			
Corrective Action:			Date:	
Type: Bird Protectors	# 4			
Comment:				
Corrective Action:			Date:	
Type: Pig Station	# 1			
Comment:				
Corrective Action:			Date:	
Type: Vertical Heated Separator	# 11			
Comment:				
Corrective Action:			Date:	
Type: Emission Control Device	# 1			
Comment:				
Corrective Action:			Date:	
Type: Gas Meter Run	# 11			
Comment:				
Corrective Action:			Date:	
Type: Other	# 1			
Comment:	Open ended load line			
Corrective Action:	All load lines will be capped or plugged		Date:	03/28/2024
Type: Gas Meter Run	# 1			
Comment:	Summit Midstream			
Corrective Action:			Date:	
Type: Other	# 1			
Comment:	Mechanical condition – fluid leaking from tank valve At approximately 11:23 hours observed fluid leaking from a valve on one of the production tanks. At approximately 11:51 hours I called Caerus Gas Control & spoke with Steve Robinson. I advised him of the observed compliance issue & that I was issuing a 24 hour corrective action. He said he'd make a call & get someone on it.			
Corrective Action:	All Production Facilities, valves, pipes, fittings, and vessels will be securely fastened or sealed, inspected at regular intervals, and maintained in good mechanical condition.		Date:	03/22/2024
Type: Plunger Lift	# 11			
Comment:	All wells on plunger lift			
Corrective Action:			Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	<50 BBLs	STEEL AST		,	
Comment:						
Corrective Action:					Date:	

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	500 gal	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate			
Comment:	Separate containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	6	500 BBLs	STEEL AST		,	
Comment:						
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:	Centralized containment			
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities				
Facility ID: 293631	Type: WELL	API Number: 045-15064	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 293633	Type: WELL	API Number: 045-15065	Status: PR	Insp. Status: PR
Idle Well				
Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____				
Comment: Shut In Last produced December 2023				
Corrective Action:		Date:		
Facility ID: 293634	Type: WELL	API Number: 045-15067	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 293636	Type: WELL	API Number: 045-15066	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 293637	Type: WELL	API Number: 045-15068	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 293639	Type: WELL	API Number: 045-15069	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 420604	Type: WELL	API Number: 045-20185	Status: PR	Insp. Status: PR
Producing Well				
Comment: Producing, well on plunger lift				
Corrective Action:		Date:		
Facility ID: 420606	Type: WELL	API Number: 045-20186	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 in most areas
Compaction						Light compaction in some areas
		Gravel				Sparse to none
		Ditches				
		Culverts				
				Material Handling And Spill Prevention		Chemical tank containment
Other						Small amount of erosion on slope near ECD
		Compaction				
Berms						

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
Please refer to Equipment for observed compliance issues.	smelserw	03/21/2024

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

Document Num	Description	URL
708903325	Inspection 708903324 valve leak video	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6477280
708903326	Inspection 708903324 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6477281
708903327	Inspection 708903324 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6477282