

**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:

04/22/2024

Submitted Date:

04/22/2024

Document Number:

708903598

FIELD INSPECTION FORMLoc ID 334637 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

ECMC 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:

21 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	
Toews, Wesley		wtoews@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211405	WELL	PR	10/01/1999	GW	045-07165	SAVAGE 1-13	PR
270054	WELL	PR	04/01/2023	GW	045-09443	SAVAGE 1-6B (RBI)	PR
270056	WELL	PR	12/14/2004	GW	045-09444	SAVAGE 1-7A (RB1)	PR

General Comment:**CECMC Inspection Report Summary**

On 04/22/2024 at approximately 10:57 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC SAVAGE 1-13 (RB1) Pad.
Location # 334637 in Garfield County Colorado.

Please refer to inspection 708903378 conducted on 03/21/2024, 4 of 5 previous corrective actions have been completed.

Previous corrective action for Methanol tank improperly labeled/lacks required information not completed & CA date remains 04/24/2024
Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area.

Location is within Rule 411a Surface Water Internal Buffer.

Location is approximately 274 yards from Beaver Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Signs/Marker - Methanol tank improperly labeled/lacks required information with a CA date of 04/24/2024

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: <input type="checkbox"/>				
Signs/Marker:				
Type	OTHER			
Comment:	Sign at entrance to location			
Corrective Action:			Date:	
Type	TANK LABELS/PLACARDS			
Comment:	Methanol tank improperly labeled/lacks required information Please refer to FIRR document # 403759969, operator stated label was added. Capacity label added to tank however tank is still missing other required information.			
Corrective Action:	Comply with CECMC tank labeling rules		Date:	04/24/2024
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	BATTERY			
Comment:				
Corrective Action:			Date:	
Type	WELLHEAD			
Comment:				
Corrective Action:			Date:	
Emergency Contact Number:				
Comment:	911/970-285-2615			
Corrective Action:				Date: _____
Overall Good: <input type="checkbox"/>				
Spills:				
Type	Area	Volume		
In Containment: No				
Comment:				
<input type="checkbox"/> Multiple Spills and Releases?				
Fencing/:				
Type	OTHER			
Comment:	Summit Midstream meter houses - bollards & pipe rail fence			
Corrective Action:			Date:	
Equipment:				
Type: Gas Meter Run	# 3			corrective date

Comment: Summit Midstream		Date:
Corrective Action:		Date:
Type: Gas Meter Run	# 3	
Comment:		
Corrective Action:		Date:
Type: Plunger Lift	# 3	
Comment: All wells on plunger lift		
Corrective Action:		Date:
Type: Bradenhead	# 3	
Comment: Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:
Type: Vertical Heated Separator	# 3	
Comment:		
Corrective Action:		Date:
Type: Bird Protectors	# 1	
Comment:		
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	Walls Sufficent			
Comment: Separate containment					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	

Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficent				
Comment: Centralized containment						
Corrective Action:				Date:		
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	500 BBLs	STEEL AST		,	
Comment: Tanks equipped with telemetry						
Corrective Action:				Date:		
<u>Paint</u>						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficent				
Comment: Centralized containment						
Corrective Action:				Date:		
<u>Venting:</u>						
Yes/No	NO					
Comment:						
Corrective Action:						Date:
<u>Flaring:</u>						
Type						
Comment:						
Corrective Action:						Date:

Inspected Facilities									
Facility ID:	211405	Type:	WELL	API Number:	045-07165	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	270054	Type:	WELL	API Number:	045-09443	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	270056	Type:	WELL	API Number:	045-09444	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Compaction						Light compaction in some areas
		Ditches				
Gravel						Sparse to none
Ditches						
		Gravel				Sparse to none
		Culverts				
Berms						
		Compaction				

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

ECMC Comments

Comment	User	Date
Please refer to Signs/Marker for observed compliance issue	smelserw	04/22/2024

Attached Documents

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

Document Num	Description	URL
403764698	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6519936
708903599	Inspection 708903598 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6519931
708903600	Inspection 708903598 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6519932