

**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:

06/11/2024

Submitted Date:

06/17/2024

Document Number:

708302310

**FIELD INSPECTION FORM**Loc ID 334179 Inspector Name: Morris, Matthew 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:**

10 Number of Comments

5 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<br>oilandgas.com |         |

**General Comment:****COGCC Inspection Report Summary**

On 6/11/2024 at approximately 11:30, Compliance Inspector Matthew Morris conducted a follow-up inspection at CAERUS PICEANCE LLC, BATTLEMENT MESA-67S95W/34NWNW at Location ID #334179 in Garfield County, Colorado.

Wellheads not inspected. Stormwater maintenance was being performed on lease road to wellheads.

During the inspection, the following compliance issues were observed:

- 1) Damaged fencing at tank battery and at perimeter
- 2) Stored supplies
- 3) Unsecured separator
- 4) Stormwater; refer to Stormwater section

A follow-up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This location is within or in close proximity to, a CPW Density/High Priority Habitat, Black Bear, NSO Habitat, or Wildlife Management area.

**Location**Overall Good: ☐**Signs/Marker:**

|                    |  |       |  |
|--------------------|--|-------|--|
| Type               | BATTERY  |       |  |
| Comment:           |  |       |  |
| Corrective Action: |  | Date: |  |
| Type               | WELLHEAD   |       |  |
| Comment:           | Wellhead signs not inspected. Stormwater maintenance was being performed on lease road to wellheads.   |       |  |
| Corrective Action: |  | Date: |  |
| Type               | OTHER  |       |  |
| Comment:           | Separator units include attached storage tanks. The sight glass on the side of the unit indicates that the storage tank contains an unknown fluid. No form of labeling or markers is present to identify a potential hazard or the contents of the storage tank. |       |  |
| Corrective Action: |  | Date: |  |
| Type               | TANK LABELS/PLACARDS   |       |  |
| Comment:           |  |       |  |
| Corrective Action: |  | Date: |  |

**Emergency Contact Number:**

Comment: 911/(970) 285-2615

Corrective Action:

Date: \_\_\_\_\_

**Good Housekeeping:**

|                    |  |       |            |
|--------------------|--|-------|------------|
| Type               | STORAGE OF SUPL                                  |       |            |
| Comment:           | Stored supplies on ladderwell at tank battery.   |       |            |
| Corrective Action: | Remove stored equipment to comply with Rule 606. | Date: | 06/22/2024 |

Overall Good: ☐**Spills:**

|      |      |        |  |  |
|------|------|--------|--|--|
| Type | Area | Volume |  |  |
|------|------|--------|--|--|

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

|                    |  |       |            |
|--------------------|--|-------|------------|
| Type               | TANK BATTERY   |       |            |
| Comment:           | Tank battery fencing damaged.                                      |       |            |
| Corrective Action: | Comply with CECMC housekeeping rules.                              | Date: | 07/02/2024 |
| Type               | LOCATION   |       |            |
| Comment:           | Cut slope degradation has damaged fencing on east end of location. |       |            |
| Corrective Action: | Comply with CECMC housekeeping rules.                              | Date: | 07/02/2024 |

**Equipment:**

|                                   |   |  |                 |
|-----------------------------------|---|--|-----------------|
| Type: Horizontal Heated Separator | # 8   |  | corrective date |
| Comment:                          | Separator hatch is unsecured and poses a wildlife entry hazard. |  |                 |

|                       |   |  |       |            |
|-----------------------|---|--|-------|------------|
| Corrective Action:    | Secure equipment to comply with Rule 608.e. |  | Date: | 06/22/2024 |
| Type: Gas Meter Run   | # 8   |  |       |            |
| Comment:              |   |  |       |            |
| Corrective Action:    |   |  | Date: |            |
| Type: Bird Protectors | # 4   |  |       |            |
| Comment:              |   |  |       |            |
| Corrective Action:    |   |  | Date: |            |

**Tanks and Berms:**

|                    |   |          |           |         |        |       |
|--------------------|---|----------|-----------|---------|--------|-------|
| Contents           | # | Capacity | Type      | Tank ID | SE GPS |       |
| CONDENSATE         | 2 | 400 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    | Base Sufficient     | Adequate    |       |
| Comment:           |          |                     |                     |             |       |
| Corrective Action: |          |                     |                     |             | Date: |

**Venting:**

|                    |    |  |       |
|--------------------|----|--|-------|
| Yes/No             | NO |  |       |
| Comment:           |    |  |       |
| Corrective Action: |    |  | Date: |

**Flaring:**

|                    |  |       |
|--------------------|--|-------|
| Type               |  |       |
| Comment:           |  |       |
| 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                |                       |               |                          |                       |
| Compaction       |                 |                         |                       |               |                          |                       |
|                  |                 | Rip Rap                 |                       |               |                          |                       |
| Berms            |                 |                         |                       |               |                          |                       |
|                  |                 | Compaction              |                       |               |                          |                       |
| Gravel           |                 |                         |                       |               |                          |                       |
|                  |                 | Sediment Traps          |                       |               |                          |                       |
|                  |                 | Gravel                  |                       |               |                          |                       |
|                  |                 | Ditches                 |                       |               |                          |                       |
| Other            | Fail            |                         |                       |               |                          | Cut slope degradation |

Comment: Cut slope degradation on east end of location. Slope has sloughed and is encroaching on location and damaged perimeter fencing.

Corrective Action: 1002.f.(2): Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control Stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. BMPs shall be maintained until the facility is abandoned and final reclamation is achieved pursuant to Rule 1004.

Date: 07/02/2024

Pits: ☒ NO SURFACE INDICATION OF PIT

Attached Documents

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

| Document Num | Description          | URL   |
|--------------|----------------------|---|
| 403827687    | INSPECTION SUBMITTED | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6590317">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6590317</a> |
| 708302311    | Photo Log            | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6590315">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6590315</a> |