

**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:

09/11/2024

Submitted Date:

09/15/2024

Document Number:

708904581

FIELD INSPECTION FORM

Loc ID 334693 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

Findings:
32 Number of Comments
1 Number of Corrective Actions
 Corrective Action Response Requested

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

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@caerusoilandgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------------------|-------------|
| 285600 | WELL | PR | 06/14/2010 | GW | 045-12525 | COUEY 24-6 (F24W) | PR |
| 285601 | WELL | PR | 09/01/2018 | GW | 045-12524 | COUEY FEDERAL 24-3 (F24W) | PR |
| 285602 | WELL | PR | 07/15/2007 | GW | 045-12523 | COUEY FEDERAL 24-3D (F24W) | PR |
| 293065 | WELL | PR | 02/01/2011 | GW | 045-14862 | COUEY 24-7 (F24W) | PR |
| 293066 | WELL | PR | 01/01/2011 | GW | 045-14863 | COUEY 24-10B (F24W) | PR |
| 293067 | WELL | PR | 09/21/2008 | GW | 045-14864 | COUEY 24-10 (F24W) | PR |
| 293068 | WELL | PR | 02/01/2011 | GW | 045-14865 | COUEY 24-11 (F24W) | PR |
| 293159 | WELL | PR | 02/01/2011 | GW | 045-14907 | COUEY 24-2D (F24W) | PR |
| 293394 | WELL | PR | 07/01/2023 | GW | 045-14954 | COUEY 24-6D (F24W) | PR |

General Comment:

CECMC Inspection Report Summary

On 09/11/2024 at approximately 15:41 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC COUEY 24-6 (F24W) Pad.
Location # 334693 in Garfield County Colorado.

Please refer to inspection 708901842 conducted on 10/03/2023, previous corrective action has been completed.
Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area.
Location is approximately 349 yards from West Mamm Creek.
While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Rupture disc vent line does not comply with CECMC pressure safety device rules with a CA date of 09/22/2024

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 ActionL | | 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 CONTAINERS | | |
| | Comment: Chemical tanks | | |
| | Corrective Action: | | Date: |
| | Type TANK LABELS/PLACARDS | | |
| | Comment: | | |
| | Corrective Action: | | Date: |
| | Type BATTERY | | |
| | Comment: | | |
| | Corrective Action: | | Date: |
| | Type OTHER | | |
| | Comment: Sign at intersection of Shaffer Road & start of lease road | | |
| | Corrective Action: | | Date: |
| | Type OTHER | | |
| | Comment: Sign near entrance to location | | |
| | Corrective Action: | | Date: |
| | Type WELLHEAD | | |
| | Comment: Wellhead signs at separators | | |
| | Corrective Action: | | Date: |

| | | | |
|---------------------------|---------------------------|--|-------------|
| Emergency Contact Number: | | | |
| | Comment: 911/970-285-2615 | | |
| | Corrective Action: | | Date: _____ |

Overall Good:

| Spills: | | | |
|----------------|------|--------|--|
| Type | Area | Volume | |
| | | | |

In Containment: No _____

Comment: _____

Multiple Spills and Releases?

| | | | |
|--------------------|-------------|-------|--|
| Fencing/: | | | |
| Type | LOCATION | | |
| Comment: | Barbed wire | | |
| Corrective Action: | | Date: | |

| | | | |
|-----------------------------------|---|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Summit Midstream | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 8 | | |
| Comment: | Pressure transducers located on all bradenhead, all bradenhead valves are accessible. | | |
| Corrective Action: | | Date: | |
| Type: Emission Control Device | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 8 | | |
| Comment: | All wells on plunger lift | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: | Rupture disc vent line does not comply with CECMC pressure safety device rules. | | |
| Corrective Action: | Comply with CECMC pressure safety device rules | Date: | 09/22/2024 |
| Type: Bird Protectors | # 6 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 9 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 9 | | |
| 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: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|-----------|----------|
| Condition | Adequate |
|-----------|----------|

| | |
|------------------|--|
| Other (Content) | |
| Other (Capacity) | |
| Other (Type) | |

Berms

| 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 | 4 | 300 BBLs | STEEL AST | | |

| | |
|--------------------|-------------------------------|
| Comment: | Tanks equipped with telemetry |
| Corrective Action: | Date: |

Paint

| | |
|-----------|----------|
| Condition | Adequate |
|-----------|----------|

| | |
|------------------|--|
| Other (Content) | |
| Other (Capacity) | |
| Other (Type) | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|-------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficent | | |

| | |
|--------------------|-------------------------|
| Comment: | Centralized containment |
| Corrective Action: | Date: |

Venting:

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

Flaring:

| | |
|--------------------|-------|
| Type | |
| Comment: | |
| Corrective Action: | Date: |

| Inspected Facilities | | | | | | | | | |
|--|---------------------------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 285600 | Type: | WELL | API Number: | 045-12525 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |
| Facility ID: | 285601 | Type: | WELL | API Number: | 045-12524 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |
| Facility ID: | 285602 | Type: | WELL | API Number: | 045-12523 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |
| Facility ID: | 293065 | Type: | WELL | API Number: | 045-14862 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |
| Facility ID: | 293066 | Type: | WELL | API Number: | 045-14863 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |
| Facility ID: | 293067 | Type: | WELL | API Number: | 045-14864 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |
| Facility ID: | 293068 | Type: | WELL | API Number: | 045-14865 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |
| Facility ID: | 293159 | Type: | WELL | API Number: | 045-14907 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing, well on plunger lift | | | | Date: | | | | |
| Corrective Action: | | | | | Date: | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12 | | | | | | | | | |

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: 293394 Type: WELL API Number: 045-14954 Status: PR Insp. Status: PR

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: P & A

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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|---|
| | | Gravel | | | | Sparse to none in sections |
| | | Check Dams | | | | |
| | | Tracking Pad | | | | Aggregate/gravel based VTC near location entrance |
| | | | | Material Handling And Spill Prevention | | Chemical tank containments |
| | | Compaction | | | | Light compaction in some sections |
| | | Ditches | | | | |
| Retention Ponds | | | | | | |
| Compaction | | | | | | Light compaction in some areas |
| Gravel | | | | | | Sparse to none in most areas |
| Ditches | | | | | | |
| Culverts | | | | | | |
| | | Culverts | | | | |
| Check Dams | | | | | | |

Comment:

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

ECMC Comments

| Comment | User | Date |
|---|----------|------------|
| Please refer to Equipment for corrective action | smelserw | 09/15/2024 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|---|---|
| 708904582 | Inspection 708904581 Stormwater photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6707747 |
| 708904583 | Inspection 708904581 photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6707748 |