

**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:

10/08/2024

Submitted Date:

10/09/2024

Document Number:

708302884**FIELD INSPECTION FORM**Loc ID 335641 Inspector Name: Morris, Matthew On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**ECMC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**

- ☒
- THIS IS A FOLLOW UP INSPECTION
- 
- ☒
- FOLLOW UP INSPECTION REQUIRED
- 
- ☐
- NO FOLLOW UP INSPECTION REQUIRED

**Findings:**13 Number of Comments1 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     |       | ecmc.inspections@qb-energy.com |         |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name               | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------------|-------------|
| 286474      | WELL | PR     | 11/15/2012  | GW         | 045-12678 | N PARACHUTE WF04A-31A36A596 | PR          |
| 286475      | WELL | SI     | 05/01/2024  | GW         | 045-12677 | N PARACHUTE WF01B-36A36A596 | SI          |
| 286476      | WELL | PR     | 11/15/2012  | GW         | 045-12682 | N PARACHUTE WF01D-36A36A596 | PR          |
| 286477      | WELL | PR     | 11/15/2012  | GW         | 045-12683 | N PARACHUTE WF04D-31A36A596 | PR          |
| 286478      | WELL | PR     | 08/01/2019  | GW         | 045-12684 | N PARACHUTE WF04B-31A36A596 | PR          |
| 289754      | WELL | PR     | 11/15/2012  | GW         | 045-13879 | N PARACHUTE WF04C-31A36A596 | PR          |
| 289819      | WELL | SI     | 05/01/2024  | GW         | 045-13884 | N PARACHUTE WF04E-31A36A596 | SI          |

**General Comment:****CECMC Inspection Report Summary**

On 10/8/2024 at approximately 14:05, Compliance Inspector Matthew Morris conducted a follow-up inspection at CAERUS PICEANCE LLC, N PARACHUTE/WF01B-36A36A596 at Location ID #335641 in Garfield County, Colorado.

During the inspection, the following compliance issues were observed:

- 1) Unsecured storage house poses a wildlife entry hazard

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               | CONTAINERS   |       |  |
| Comment:           |  |       |  |
| 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               | WELLHEAD   |       |  |
| Comment:           |  |       |  |
| Corrective Action: |  | Date: |  |
| Type               | TANK LABELS/PLACARDS   |       |  |
| Comment:           |  |       |  |
| Corrective Action: |  | Date: |  |
| Type               | BATTERY  |       |  |
| Comment:           |  |       |  |
| Corrective Action: |  | Date: |  |

Emergency Contact Number:

Comment: 911/(970)285-2615

Corrective Action:

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

**Good Housekeeping:**

|                    |  |       |            |
|--------------------|--|-------|------------|
| Type               | OTHER  |       |            |
| Comment:           | Unsecured storage house poses wildlife entry hazard. |       |            |
| Corrective Action: | Secure equipment to comply with Rule 608.e.          | Date: | 10/14/2024 |

Overall Good: ☐**Spills:**

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

In Containment: No

Comment:

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

|                    |   |       |  |
|--------------------|---|-------|--|
| Type               | SEPARATOR                                       |       |  |
| Comment:           | Concrete barriers                               |       |  |
| Corrective Action: |   | Date: |  |
| Type               | OTHER   |       |  |
| Comment:           | Gas meters/lift protected by concrete barriers. |       |  |
| Corrective Action: |   | Date: |  |

|                    |                   |       |  |
|--------------------|-------------------|-------|--|
| Type               | TANK BATTERY      |       |  |
| Comment:           | Concrete barriers |       |  |
| Corrective Action: |                   | Date: |  |
| Type               | WELLHEAD          |       |  |
| Comment:           | Concrete barriers |       |  |
| Corrective Action: |                   | Date: |  |

**Equipment:**

|                                   |                |       |                 |
|-----------------------------------|----------------|-------|-----------------|
|                                   |                |       | corrective date |
| Type: Ancillary equipment         | # 2            |       |                 |
| Comment:                          | Chemical tanks |       |                 |
| Corrective Action:                |                | Date: |                 |
| 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: Gas Meter Run               | # 8            |       |                 |
| Comment:                          | Gas lift       |       |                 |
| Corrective Action:                |                | Date: |                 |
| Type: Bradenhead                  | # 8            |       |                 |
| Comment:                          |                |       |                 |
| Corrective Action:                |                | Date: |                 |
| Type: Plunger Lift                | # 8            |       |                 |
| Comment:                          |                |       |                 |
| Corrective Action:                |                | Date: |                 |

**Tanks and Berms:**

| Contents           | # | Capacity | Type             | Tank ID | SE GPS |  |
|--------------------|---|----------|------------------|---------|--------|--|
| CONDENSATE         | 1 | 300 BBLS | HEATED STEEL AST |         | ,      |  |
| Comment:           |   |          |                  |         |        |  |
| Corrective Action: |   |          |                  |         | Date:  |  |

**Paint**

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

**Berms**

|      |          |                     |                     |             |
|------|----------|---------------------|---------------------|-------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|------|----------|---------------------|---------------------|-------------|

Inspector Name: Morris, Matthew

|                    |          |                     |                     |             |        |
|--------------------|----------|---------------------|---------------------|-------------|--------|
| Metal              | Adequate | Walls Sufficient    | Base Sufficient     | Adequate    |        |
| Comment:           |          |                     |                     |             |        |
| Corrective Action: |          |                     |                     |             | Date:  |
| Contents           | #        | Capacity            | Type                | Tank ID     | SE GPS |
| PRODUCED WATER     | 1        | 500 BBLs            | STEEL AST           |             | ,      |
| Comment:           |          |                     |                     |             |        |
| 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 Sufficient    | Base Sufficient     | Adequate    |        |
| Comment:           |          |                     |                     |             |        |
| Corrective Action: |          |                     |                     |             | Date:  |
| Contents           | #        | Capacity            | Type                | Tank ID     | SE GPS |
| CONDENSATE         | 3        | 300 BBLs            | STEEL AST           |             | ,      |
| Comment:           |          |                     |                     |             |        |
| 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 Sufficient    | Base Sufficient     | Adequate    |        |
| Comment:           |          |                     |                     |             |        |
| 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: 286474 Type: WELL API Number: 045-12678 Status: PR Insp. Status: PR**Producing Well**Comment: Corrective Action: Date: 

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 286475 Type: WELL API Number: 045-12677 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In☐ Temporarily AbandonedReminder: Comment: Last produced April 2024 per production report.Corrective Action: Date: 

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 286476 Type: WELL API Number: 045-12682 Status: PR Insp. Status: PR**Producing Well**Comment: Corrective Action: Date: 

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 286477 Type: WELL API Number: 045-12683 Status: PR Insp. Status: PR**Producing Well**Comment: Corrective Action: Date: 

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 286478 Type: WELL API Number: 045-12684 Status: PR Insp. Status: PR**Producing Well**Comment: Corrective Action: Date: 

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 289754 Type: WELL API Number: 045-13879 Status: PR Insp. Status: PR**Producing Well**Comment: Corrective Action: Date: 

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 289819 Type: WELL API Number: 045-13884 Status: SI Insp. Status: SI

|                    |  |  |
|--------------------|--|--|
| Idle Well          |  |  |
| Purpose:           | <input checked="" type="checkbox"/> Shut In                | <input type="checkbox"/> Temporarily Abandoned |
|                    | Reminder: _____  |  |
| Comment:           | <div>Last produced April 2024 per production report.</div> |  |
| Corrective Action: | <div></div>  | 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 |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|---------|
|                  |                 |                         |                       | Material Handling And Spill Prevention |                          |         |
|                  |                 | Culverts                |                       |  |                          |         |
|                  |                 | Compaction              |                       |  |                          |         |
|                  |                 | Ditches                 |                       |  |                          |         |
| Compaction       |                 |                         |                       |  |                          |         |
| Berms            |                 |                         |                       |  |                          |         |
|                  |                 | Gravel                  |                       |  |                          |         |
| Gravel           |                 |                         |                       |  |                          |         |

Comment: Light gravel and compaction on location and lease road; future stormwater events may create tracking issues.

Corrective Action:

Date:

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   |
|--------------|-------------|---|
| 708302885    | Photo Log   | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6740046">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6740046</a> |