

**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:

10/23/2024

Submitted Date:

10/23/2024

Document Number:

708904874**FIELD INSPECTION FORM**Loc ID 334361 Inspector Name: Smelser, Wayne 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:**23 Number of Comments2 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
QB Energy		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
269054	WELL	PR	07/01/2022	GW	045-09314	PERRYMAN 10-13 (M10SE)	PR

General Comment:**CECMC Inspection Report Summary**

On 10/23/2024 at approximately 12:22 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at QB Energy PERRYMAN 10-13 (M10SE) Pad.

Location # 334361 in Garfield County Colorado.

Location is within High Priority/NSO/Black Bear Habitat areas & in close proximity to Density Habitat area.

Location is approximately 97 yards from a creek/drainage that contributes to Alkali Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - Open ended load line with a CA date of 10/30/2024

2. Stormwater - Subsidence in multiple areas of ditch/ditch needs maintenance & subsidence on location with a CA date of 10/30/2024

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	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator unit includes attached storage tank. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Wellhead sign at separator		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at intersection of CR 342 & start of lease road		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Good Housekeeping:

Type	WEEDS		
Comment:	Small amount of weeds in secondary containment - please refer to photo log Weeds near pig station & wellhead If weeds continue unchecked corrective actions may be issued in future inspections.		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	OTHER		
Comment:	Pig station - pipe rail fence		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Plunger Lift	# 1		
Comment:	Well on plunger lift		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	Pressure transducer located on bradenhead, bradenhead valve is accessible.		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Open ended load line		
Corrective Action:	All load lines will be capped or plugged	Date:	10/30/2024
Type: Bird Protectors	# 1		
Comment:			
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

Inspector Name: Smelser, Wayne

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate				
Comment:	Unlined containment Centralized containment				
Corrective Action:					Date:
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	300 BBLs	STEEL AST		,
Comment:	Tank 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				
Comment:	Unlined containment Centralized containment				
Corrective Action:					Date:
Venting:					
Yes/No	NO				
Comment:					
Corrective Action:					Date:
Flaring:					
Type					
Comment:					
Corrective Action:					Date:

Inspected Facilities									
Facility ID:	269054	Type:	WELL	API Number:	045-09314	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
Rip Rap						
Compaction						Light compaction
		Compaction				Small amount of light compaction
Gravel						Sparse to none in areas
Ditches	Fail					Subsidence in multiple areas of ditch
Berms						
Check Dams						
		Culverts				
Other	Fail					Subsidence on location
		Gravel				Sparse in areas

Comment: 1. Subsidence in multiple areas of ditch/ditch needs maintenance (NE corner of location near RTU & separator unit)
 2. Subsidence on location
 Areas of subsidence on location are also a wildlife & personnel hazard
 Areas of subsidence in ditch are also a wildlife hazard

Corrective Action: **Comply with CECMC Stormwater rules**

Date: 10/30/2024

Pits: ☒ NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Equipment & Stormwater for corrective actions & also refer to Housekeeping for comments.	smelserw	10/23/2024

Attached Documents

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

Document Num	Description	URL
403968503	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6758437
708904875	Inspection 708904874 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6758433
708904876	Inspection 708904874 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6758434