

**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:

01/09/2025

Submitted Date:

01/13/2025

Document Number:

708905471

FIELD INSPECTION FORMLoc ID 324383 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: 400279332**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:

33 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
QB Energy		ecmc.inspections@qb-energy.com	
Toews, Wesley		wtoews@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
285965	WELL	PR	11/05/2012	GW	045-12594	FEDERAL 26-5 (I27W)	PR
429475	WELL	PR	10/22/2014	GW	045-21601	MCU 26-12B (I27W)	PR
429476	WELL	PR	08/01/2024	GW	045-21602	MCU 26-12A (I27W)	PR
429477	WELL	PR	06/29/2013	GW	045-21603	MCU 26-5A (I27W)	PR
429478	WELL	PR	07/31/2013	GW	045-21604	MCU 26-4B (I27W)	PR
429479	WELL	PR	07/31/2013	GW	045-21605	MCU 26-12D (I27W)	PR
429480	WELL	PR	07/31/2013	GW	045-21606	MCU 26-12C (I27W)	PR
429481	WELL	PR	07/31/2013	GW	045-21607	MCU 26-5C (I27W)	PR
429482	WELL	PR	07/05/2013	GW	045-21608	MCU 26-4A (I27W)	PR

General Comment:**CECMC Inspection Report Summary**

On 01/09/2025 at approximately 14:53 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at QB Energy MCU 26-12A (I27W) Pad.

Location # 324383 in Garfield County Colorado.

Please refer to inspection 708903228 conducted on 03/06/2024, previous corrective actions have been completed.

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

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Equipment - 2 PRV vent lines do not comply with CECMC pressure safety device rules with a CA date of 01/20/2025

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	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at intersection of West Mamm Creek Road & start of lease road		
Corrective Action:		Date:	
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	WELLHEAD		
Comment:	Signs at separators		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
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 fence		
Corrective Action:		Date:	

Type	WELLHEAD			
Comment:	Cattle panels around 1 wellhead			
Corrective Action:			Date:	
Type	TANK BATTERY			
Comment:	Jersey barriers			
Corrective Action:			Date:	
Equipment:				corrective date
Type: Emission Control Device	# 1			
Comment:	MCU 26-4A well bradenhead line tied into ECD - FORM 4 SUNDRY document #'s 403446072 & 403652594			
Corrective Action:			Date:	
Type: Other	# 2			
Comment:	2 PRV vent lines do not comply with CECMC pressure safety device rules			
Corrective Action:	Comply with CECMC pressure safety device rules		Date:	01/20/2025
Type: Bradenhead	# 9			
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible. MCU 26-12D well bradenhead line tied into separator at the A valve bypass - FORM 4 SUNDRY document # 404026027 (in process) MCU 26-4A well bradenhead line tied into ECD - FORM 4 SUNDRY document #'s 403446072 & 403652594			
Corrective Action:			Date:	
Type: Vertical Heated Separator	# 8			
Comment:				
Corrective Action:			Date:	
Type: Bird Protectors	# 6			
Comment:				
Corrective Action:			Date:	
Type: Ancillary equipment	# 4			
Comment:	Chemical tanks Equipment not listed in FORM 2A or FORM 4 SUNDRY/not in compliance with CECMC rules			
Corrective Action:			Date:	
Type: Horizontal Heated Separator	# 1			
Comment:				
Corrective Action:			Date:	
Type: Gas Meter Run	# 9			
Comment:				
Corrective Action:			Date:	
Type: Plunger Lift	# 9			
Comment:	All wells on plunger lift			
Corrective Action:			Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	1000 GAL	STEEL AST		,	
Comment: Tank not listed in FORM 2A or FORM 4 SUNDRY/not in compliance with CECMC rules						
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	2	500 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:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	500 BBLS	HEATED 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
------	----------	---------------------	---------------------	-------------

Inspector Name: Smelser, Wayne

Metal	Adequate	Walls Sufficent			
Comment:	Centralized containment				
Corrective Action:				Date:	

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type	Ignitor/Combustor	
Comment:	MCU 26-4A well bradenhead line tied into ECD - FORM 4 SUNDRY document #'s 403446072 & 403652594	
Corrective Action:		Date:

Inspected Facilities						
Facility ID:	285965	Type:	WELL	API Number: 045-12594	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:	429475	Type:	WELL	API Number: 045-21601	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:	429476	Type:	WELL	API Number: 045-21602	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:	429477	Type:	WELL	API Number: 045-21603	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:	429478	Type:	WELL	API Number: 045-21604	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:	429479	Type:	WELL	API Number: 045-21605	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:	429480	Type:	WELL	API Number: 045-21606	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:	429481	Type:	WELL	API Number: 045-21607	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						

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:	429482	Type:	WELL	API Number:	045-21608	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
				Material Handling And Spill Prevention		Chemical tank containments
		Compaction				
		Ditches				
Compaction						
		Culverts				

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Equipment for corrective action & also refer to Equipment & Tanks & Berms for comments.	smelserw	01/13/2025

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

Document Num	Description	URL
404056556	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6874410
708905472	Inspection 708905471 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6874408
708905473	Inspection 708905471 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6874409