

**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:

01/15/2025

Submitted Date:

01/20/2025

Document Number:

713400637

FIELD INSPECTION FORMLoc ID 311752 Inspector Name: Popejoy, Dusty 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:

25 Number of Comments

4 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
Kellerby, Shaun		shaun.kellerby@state.co.us	
Toews, Wesley		wtoews@blm.gov	
ENERGY, QB		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
278145	WELL	PR	08/01/2019	GW	077-08901	ORCHARD UNIT 17-13DT (M17OU)	PR

General Comment:**CECMC Inspection Report Summary**

On 1/15/2025 at approximately 12:17 hours, Compliance Inspector Dusty Popejoy conducted an on-site inspection at QB ENERGY ORCHARD-68S96W/17SWSW (M17OU) at Location ID #311752 in Mesa County, Colorado.

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

During the inspection, the following compliance issues were observed:

1. Housekeeping - Excavated hole/wildlife hazard/personnel safety hazard with a CA date of 01/27/2025
2. Housekeeping - Wildlife protection for methanol containment needs maintenance/screen is damaged and open to wildlife with a CA date of 01/27/2025
3. Equipment - Open port on methanol tank/wildlife hazard/available for entry by wildlife with a CA date of 01/27/2025
4. Signs/Marker - Methanol tank lacks required information with a CA date of 02/21/2025

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

Dual Lease - Shared facilities with Location ID #334147

Location				
Lease Road:				
Type	Access			
comment:	Access			
Corrective Action	L			Date:
Overall Good: <input type="checkbox"/>				
Signs/Marker:				
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	CONTAINERS			
Comment:	Chemical tank			
Corrective Action:				Date:
Type	BATTERY			
Comment:				
Corrective Action:				Date:
Type	TANK LABELS/PLACARDS			
Comment:	Methanol tank lacks required information, refer to photos			
Corrective Action:	Comply with CECMC labeling rules			Date: 02/21/2025
Type	WELLHEAD			
Comment:				
Corrective Action:				Date:
Type	OTHER			
Comment:	Sign at entrance to location			
Corrective Action:				Date:
Emergency Contact Number:				
Comment:	970-285-2615/911			
Corrective Action:				Date: _____
Good Housekeeping:				
Type	OTHER			
Comment:	Wildlife protection for methanol containment needs maintenance/screen is damaged and open to wildlife, refer to photos			
Corrective Action:	Comply with CECMC wildlife rules			Date: 01/27/2025
Type	OTHER			
Comment:	Excavated hole/wildlife hazard/personnel safety hazard, refer to photos			
Corrective Action:	Comply with CECMC wildlife/safety rules			Date: 01/27/2025
Overall Good: <input type="checkbox"/>				
Spills:				
Type	Area	Volume		

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Gas Meter Run	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:	Well on plunger lift		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Methanol tank/pump		
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	Bradenhead valve is accessible with telemetry for monitoring		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit midstream		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Flameless gas infrared catalytic heater		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Open port on methanol tank/wildlife hazard/available for entry by wildlife, refer to photos		
Corrective Action:	Comply with CECMC wildlife rules	Date:	01/27/2025

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
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METHANOL	1		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		
Other	Adequate	Walls Sufficent				
Comment:		Separate containment				
Corrective Action:					Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS	
METHANOL	1	1000 GAL	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 Sufficent				
Comment:		Centralized containment				
Corrective Action:					Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	300 BBLs	STEEL AST			
Comment:		Tanks equipped with telemetry				
Corrective Action:					Date:	
<u>Paint</u>						
Condition	Inadequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Adequate	Walls Sufficent				
Comment:		Centralized containment				

Inspected Facilities									
Facility ID:	278145	Type:	WELL	API Number:	077-08901	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
		Culverts				
		Ditches				
Sediment Traps						
Ditches						
Check Dams						
		Compaction				
Berms						
		Berms				
		Gravel				Sparse
Compaction						
Gravel						Sparse
				Material Handling And Spill Prevention		Chemical tank containment

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

Comment	User	Date
Please refer to Housekeeping, Equipment & Signs/Marker for corrective actions.	popejoyd	01/20/2025

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

Document Num	Description	URL
404063788	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6883060
713400638	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6883059