

**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:

01/30/2025

Submitted Date:

02/04/2025

Document Number:

713400678

FIELD INSPECTION FORMLoc ID 335880 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:

37 Number of Comments

3 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	
ENERGY, QB		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
292004	WELL	PR	09/01/2011	GW	045-14565	596-33C 12	PR
292482	WELL	PR	05/01/2018	GW	045-14735	596-33C 14	PR
292483	WELL	PR	05/01/2018	GW	045-14734	596-33C 16	PR
292484	WELL	PR	05/01/2018	GW	045-14733	596-33C 21	PR
292485	WELL	PR	05/01/2018	GW	045-14732	596-33C 23	PR
292487	WELL	PR	05/01/2018	GW	045-14730	596-33C 27	PR
295328	WELL	PR	05/17/2018	GW	045-15720	697-2A 23	PR
416245	WELL	PR	07/03/2010	GW	045-19245	596-33A 18	PR

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

On 1/30/2025 at approximately 11:42 hours, Compliance Inspector Dusty Popejoy conducted an on-site inspection/audit at QB Energy 596-33C Pad at Location ID #335880 in Garfield 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/audit, the following compliance issues were observed:

1. Equipment - Multiple PRV vent lines do not comply with CECMC pressure safety device rules with a CA date of 02/11/2025
2. Equipment - Multiple flow line heating insulation open ended/wildlife hazard available for entry by wildlife with a CA date of 02/11/2025
3. Equipment - Open ended load lines with a CA date of 02/11/2025

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

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	BATTERY			
Comment:				
Corrective Action:				Date:
Type	TANK LABELS/PLACARDS			
Comment:	1 Produced water label is peeling			
Corrective Action:				Date:
Type	WELLHEAD			
Comment:				
Corrective Action:				Date:
Type	CONTAINERS			
Comment:	Chemical tank - Label is starting to peel			
Corrective Action:				Date:
Type	OTHER			
Comment:	Sign at entrance to location is weathered and illegible			
Corrective Action:				Date:
Emergency Contact Number:				
Comment:	970-285-2615/911			
Corrective Action:				Date: _____
Good Housekeeping:				
Type	OTHER			
Comment:	Staining in secondary containment, refer to photos			
Corrective Action:				Date:
Type	STORAGE OF SUPL			
Comment:	2 unused hoses in secondary containment, refer to photos			
Corrective Action:				Date:
Overall Good: <input type="checkbox"/>				
Spills:				
Type	Area	Volume		

In Containment: No

Comment: ☐ Multiple Spills and Releases?

<u>Fencing/:</u>			
Type	WELLHEAD		
Comment:	Livestock panels		
Corrective Action:		Date:	
Type	LOCATION		
Comment:	Barbed wire		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Livestock panels		
Corrective Action:		Date:	
Type	OTHER		
Comment:	ECD - Livestock panels		
Corrective Action:		Date:	
<u>Equipment:</u>			corrective date
Type: Other	# 5		
Comment:	Multiple flow line heating insulation open ended/wildlife hazard available for entry by wildlife, refer to photos		
Corrective Action:	Comply with CECMC wildlife rules	Date:	02/11/2025
Type: Other	# 6		
Comment:	Multiple PRV vent lines do not comply with CECMC pressure safety device rules, refer to photos		
Corrective Action:	Comply with CECMC pressure safety device rules	Date:	02/11/2025
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Enterprise		
Corrective Action:		Date:	
Type: Plunger Lift	# 8		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Nitrogen tank		
Corrective Action:		Date:	
Type: Bradenhead	# 8		
Comment:	No form of pressure monitoring equipment. Bradenhead valves are accessible		
Corrective Action:		Date:	
Type: Gas Meter Run	# 9		

Comment:			
Corrective Action:			Date:
Type: Emission Control Device	# 1		
Comment:			
Corrective Action:			Date:
Type: Other	# 4		
Comment: Open ended load lines, refer to photos			
Corrective Action: All load lines will be capped or plugged			Date: 02/11/2025
Type: Bird Protectors	# 8		
Comment:			
Corrective Action:			Date:
Type: Ancillary equipment	# 1		
Comment: Cata Flow heater			
Corrective Action:			Date:
Type: Horizontal Heated Separator	# 9		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	2	400 BBLs	HEATED STEEL AST		,
Comment: Tank equipped with telemetry					
Corrective Action:					Date:

Paint

Condition	Inadequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient		
Comment: Centralized containment				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	4	400 BBLs	STEEL AST		,
Comment: Tank equipped with telemetry					
Corrective Action:					Date:

Paint

Condition	Inadequate	
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:	292004	Type:	WELL	API Number: 045-14565 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:	292482	Type:	WELL	API Number: 045-14735 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:	292483	Type:	WELL	API Number: 045-14734 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:	292484	Type:	WELL	API Number: 045-14733 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:	292485	Type:	WELL	API Number: 045-14732 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:	292487	Type:	WELL	API Number: 045-14730 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:	295328	Type:	WELL	API Number: 045-15720 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:	416245	Type:	WELL	API Number: 045-19245 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

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 containment
Compaction						
		Ditches				
		Compaction				
		Berms				
Berms						

Comment: [Limited storm water inspection/audit due to snow cover.](#)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Equipment for corrective actions and also Housekeeping & Signs/Marker for comments.	popejoyd	02/04/2025

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

Document Num	Description	URL
713400679	Inspection-Audit Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6904043