

**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:

03/17/2025

Submitted Date:

03/20/2025

Document Number:

708906056**FIELD INSPECTION FORM**Loc ID 334571 Inspector Name: Smelser, Wayne 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:**

23 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
211470	WELL	PR	01/10/1998	GW	045-07230	SAVAGE 2-21	PR
275311	WELL	PR	06/16/2005	GW	045-13516	SAVAGE FEDERAL 2-5C (RE2)	PR
275312	WELL	PR	06/19/2005	GW	045-13515	SAVAGE FEDERAL 2-4D (RE2)	PR

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

On 03/17/2025 at approximately 14:41 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection/audit at QB Energy SAVAGE 2-21 (RE2) Pad.

Location # 334571 in Garfield County Colorado.

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

Location is approximately 312 yards from Porcupine Creek.

While there, I observed normal production operations.

During this inspection/audit the following compliance issues were observed:

1. Fencing - Barbed wire fence needs maintenance/wildlife hazard with a CA date of 03/27/2025

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

This is a summary of inspection/audit 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 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	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Upon the Director's approval of a Form 9 the Buying Operator will have 60 days to replace or update all signs at the Oil and Gas Location so that the signs comply with Rule 605.		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signs at separators		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
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:			
<input type="checkbox"/> Multiple Spills and Releases?			

Fencing/:			
Type	OTHER		
Comment:	Summit Midstream meter houses - pipe rail fence		
Corrective Action:		Date:	

Type	LOCATION		
Comment:	Barbed wire fence Barbed wire fence needs maintenance/wildlife hazard		
Corrective Action:	Comply with CECMC wildlife rules	Date:	03/27/2025

Equipment:

corrective date

Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Deadman # & Marked	# 2		
Comment:	Marked		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 3		
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 3		
Comment:	Summit Midstream		
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

Type	Capacity		Permeability (Wall)		Permeability (Base)		Maintenance			
Metal	Adequate		Walls Sufficient							
Comment:	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	Walls Sufficient				
Comment:		Centralized containment				
Corrective Action:					Date:	
Venting:						
Yes/No	NO					
Comment:						
Corrective Action:					Date:	
Flaring:						
Type						
Comment:						
Corrective Action:					Date:	

Inspected Facilities									
Facility ID:	211470	Type:	WELL	API Number:	045-07230	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:	275311	Type:	WELL	API Number:	045-13516	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:	275312	Type:	WELL	API Number:	045-13515	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
		Ditches				
		Gravel				Sparse to none
Berms						
		Compaction				Small amount of light compaction
Compaction						Small amount of light compaction
Gravel						Sparse to none in areas
		Culverts				

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

Comment	User	Date
Please refer to Fencing for corrective action & also refer to Signs/Marker for comments	smelserw	03/20/2025

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

Document Num	Description	URL
404136527	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6968594
708906057	Inspection/Audit 708906056 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6968588
708906058	Inspection/Audit 708906056 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6968589