

**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:

04/16/2025

Submitted Date:

04/17/2025

Document Number:

718100474

FIELD INSPECTION FORMLoc ID 413221 Inspector Name: Trujillo, Aaron 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:**

8 Number of Comments

5 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
Heil, John		john.heil@state.co.us	
,		ecmc.inspections@qb-energy.com	
Fischer, Alex		alex.fischer@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
413221	LOCATION	AC			-	17L 794	RI

General Comment:

On 4/16/2025, Western Reclamation Work Lead Trujillo, and Reclamation Supervisor Arthur, conducted a interim reclamation and stormwater inspection at Caerus Piceance LLC's 17L/94 location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Well signage requirements
- Weeds
- Stormwater
- Improper management of E&P Waste
- Good Housekeeping

Refer to the Location, Reclamation and Stormwater sections of this inspection report for additional details.

Refer to the photo-documentation attached to this report.

Any corrective action(s) from previous inspection that have not been addressed are still applicable.

LocationOverall Good: ☐**Signs/Marker:**

Type	OTHER		
Comment:	Location entrance		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Pursuant to Rule 605.d, a permanent sign will be located at the wellhead. Several wells were observed missing signage.		
Corrective Action:	Comply with Rule 605.d signage requirements.	Date:	05/02/2025

Emergency Contact Number:

Comment:	1-866-580-9382	
Corrective Action:		Date: _____

Good Housekeeping:

Type	DEBRIS		
Comment:	Various trash/debris/rubbish observed throughout the Location, as well as mixed within the stockpiles on the Location.		
Corrective Action:	Comply with Rules 606.d and 906	Date:	04/24/2025

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?**Venting:**

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
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Comment:			
Corrective Action:		Date:	

Inspected Facilities									
Facility ID:	413221	Type:	LOCATION	API Number:	-	Status:	AC	Insp. Status:	RI
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									

Environmental		
Spill/Remediation:		
Comment:	<p>Remediation efforts associated with Project #30594 appears to be ongoing. Pursuant to Form 27 #404164267, "excavated soil has been stockpiled on a liner on the north side of the pad surface and bermed to promote stabilization and prevent runoff".</p> <p>It was observed in this inspection that an additional stockpile of soil has been placed between the wells and the tank battery facilities on the south end of the Location; these excavated soils only appear to have been bermed, and not lined.</p> <p>Several issues were also observed at the stockpiles on the north end of the Location:</p> <p>-The liner placed beneath the stockpile is no longer impervious or adequate to ensure impacts are contained; several holes and tears observed throughout the liner. Additionally, the stockpiled material is "flowing over" and beyond the liner/containment berm in place. Operator also appears to have driven over areas of the stockpiled material, the liner and containment berm, resulting in additional degrading to the BMPs, and potentially tracking contaminated materials off-location.</p>	
Corrective Action:	E&P Waste not properly stored, handled, transported, treated, recycled, or disposed per Rule 905.	Date: 04/24/2025
Emission Control Burner (ECB): _____		
Comment:	_____	
Pilot: _____	Wildlife Protection Devices (fired vessels): _____	

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? PassProduction areas stabilized ? Fail

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____

Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? InProduction areas have been stabilized? Fail

Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____

Recontoured _____

Perennial forage re-established _____

Non-Cropland

Top soil replaced _____

Recontoured Pass80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? F

Comment

No immediate reclamation issues observed at time of inspection; vegetation appears to be progressing towards ECMC desirable, uniform perennial vegetative requirements.

It was observed in this inspection that Undesirable Plant Species (Common mullein) have established within areas of the ditch along the western interim and production areas of the Location.

Corrective Action

Comply with Rules 1003.f and 606.c

Date 05/31/2025Overall Interim Reclamation In Process**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: _____

Date Final Reclamation Completed: _____

Final Land Use: RANGELAND

Reminder: _____

Comment: _____

Well plugged _____

Pit mouse/rat holes, cellars backfilled _____

Debris removed _____

No disturbance /Location never built _____

Access Roads Regraded _____

Contoured _____

Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____

Locations, facilities, roads, recontoured _____

Compaction alleviation _____

Dust and erosion control _____

Non cropland: Revegetated 80% _____

Cropland: perennial forage _____

Weeds present _____

Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action:

Date

Overall Final Reclamation

Well Release on Active Location

Multi-Well Location

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment:

BMPs to stabilize, as well as to minimize erosion, degradation and vehicle tracking are no longer in proper functioning condition; rutting and tracking evident on the working pad surface.

Corrective Action:

Comply with Rule 1002.f

Date:

Pits: ☐ NO SURFACE INDICATION OF PIT

Attached Documents

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

Document Num	Description	URL
404169881	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7010267
718100475	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7010264