

**FORM
INSP**Rev
X/15**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:

04/24/2020

Submitted Date:

04/28/2020

Document Number:

698100147

FIELD INSPECTION FORMLoc ID 448472 Inspector Name: Arauza, Steven On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC 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

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
Trujillo, Aaron		aaron.trujillo@state.co.us	
Fischer, Alex		alex.fischer@state.co.us	
,		COGCC.inspections@caerusoilandgas.com	All Inspections
,		lrider@caerusoilandgas.com	
Janicek, Jake		JJanicek@caerusoilandgas.com	EHS Professional
Middleton, Brett		bmiddleton@caerusoilandgas.com	Sr. Environmental Specialist

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
457716	LAND APPLICATION SITE	CL	10/09/2019		-	Mesa F26-697 pad Land Treatment	EI

General Comment:

COGCC Environmental Inspection conducted along with COGCC Reclamation Specialist A. Trujillo. Follow-up to 4/9/2020 Field Inspection Report, doc #696201185, and to Remediation Project #11915.

LocationOverall Good: ☐

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

Type	STORAGE OF SUPL		
Comment:	Multiple hoses observed inside of secondary containment area with metal fittings in direct contact with tank battery liner. See photos.		
Corrective Action:	Comply with Rule 603.f.	Date:	05/15/2020

Overall Good: ☐

Spills:				
Type	Area	Volume		
Other		<= 1 bbl		
Comment:	Multiple localized accumulations of oil-stained soil observed along west side of pad, between separators and recycled drill cuttings. See photos.			
Corrective Action:	Control and contain spills/releases and clean up per Rule 906.a. Remove and properly dispose of oily waste, per Rule 907.e.			Date: 05/28/2020

In Containment: No

Comment:

☒ Multiple Spills and Releases?**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS	
OTHER	10	400 BBLS	STEEL AST		,	
Comment:						
Corrective Action:						Date:

Paint

Condition		
Other (Content)	6 produced water ASTs, 4 condensate ASTs	
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Insufficient	Base Insufficient	Inadequate
Comment:	Circular hole measuring approximately 1 foot in diameter observed beneath loadout on east side of tank battery secondary containment area. Operator was notified of compromised liner via phone on 4/24/2020. Localized fluids accumulations observed throughout secondary containment area and localized hydrocarbon staining observed on tank battery liner in loadout area. See photos			
Corrective Action:	Repair or install berms or other secondary containment devices per Rule 605.a.(4). Assess underlying soil for potential hydrocarbon impacts during liner repair. Provide documentation via an FIRR. If hydrocarbon impacts are observed, report via an eForm 19.			Date: 05/24/2020

Venting:

Yes/No		
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Comment:			
Corrective Action:		Date:	
Flaring:			
Type			
Comment:			
Corrective Action:		Date:	

Type			
Comment:			
Corrective Action:		Date:	

Type			
Comment:			
Corrective Action:		Date:	

Environmental**Waste Management:**

Type	Management	Condition	GPS (Lat)	(Long)
Drill Cuttings	Other	Inadequate		
Comment:	Operator's approved Beneficial Reuse Sundry (doc #402163224) describes placement of approximately 12,224 cubic yards of remediated cuttings on north and west sides of the pad (doc #402174440) as part of interim reclamation, with a proposed start date of 11/1/2019. On inspection date, cuttings were observed on north and west sides of the pad. The cuttings on the west side of the pad appeared to have been placed on top of topsoil stockpile, as depicted in doc #401115667. Cuttings had not been covered by native soil for stabilization, as described in approved Beneficial Reuse Sundry, prior to inspection date. See photos.			
Corrective Action:	Comply with corrective actions listed on Field Inspection Report #696201185			Date: _____

Spill/Remediation:

Comment:			
Corrective Action:		Date:	_____

Emission Control Burner (ECB):	_____
Comment:	
Pilot:	_____ Wildlife Protection Devices (fired vessels): _____

Attached Documents

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

Document Num	Description	URL
402382933	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5134936
698100149	20200424 field photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5134934