

**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:

04/06/2022

Submitted Date:

04/07/2022

Document Number:

700704063

FIELD INSPECTION FORM

Loc ID 334797	Inspector Name: Ramsey, Scott	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED
Operator Information: OGCC Operator Number: 10456 Name of Operator: CAERUS PICEANCE LLC Address: 1001 17TH STREET #1600 City: DENVER State: CO Zip: 80202				Findings: 13 Number of Comments 6 Number of Corrective Actions <input checked="" type="checkbox"/> 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
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211594	WELL	PR	10/01/2003	GW	045-07355	COUEY 17-3	PR
275015	WELL	PR	05/11/2005	GW	045-13447	COUEY 17-6A1 (C17E)	PR
275017	WELL	PR	05/11/2005	GW	045-13448	COUEY 17-3A (C17E)	PR

General Comment:COGCC Inspection Report Summary

On Monday 4/6/2022 at approximately 1000, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus C17E, at Location # 334797 in Garfield county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

While there, I observed normal production operations. All meters have been calibrated on location within the past year. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

During this inspection the following compliance issues were observed:

1. Fill slope shows signs of erosion and sediment migration from location (riling)
2. 2 unmarked/ marked properly dead men
3. Lack of battery signage
4. Valve on tank missing cap/plug
5. Possible hole in tank (evidence of staining on side of tank) see photo.
6. Open ended piping for thawing out dump lines on tanks with exhaust from trucks.

Refer to photograph of observed compliance issue.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

Location			
Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	BATTERY		
Comment:	Lack of battery signage		
Corrective Action:	Provide proper signage	Date:	06/03/2022
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	911		
Corrective Action:		Date:	
Good Housekeeping:			
Type	OTHER		
Comment:	Valve on tank missing cap/plug		
Corrective Action:	Install cap/plug	Date:	05/13/2022
Type	OTHER		
Comment:	Open ended piping for thawing out dump lines on tanks with exhaust from trucks.		
Corrective Action:	Eliminate possibility of wildlife to enter open lines for thawing out dump lines with exhaust from trucks.	Date:	04/15/2022
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			

Equipment:			corrective date
Type: Bradenhead	# 3		
Comment:			
Corrective Action:			Date:
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:			Date:
Type: Plunger Lift	# 3		
Comment:			
Corrective Action:			Date:
Type: Vertical Heated Separator	# 2		
Comment:			
Corrective Action:			Date:
Type: Deadman # & Marked	# 7		
Comment:	2 unmarked/ marked properly dead men		
Corrective Action:	Mark or remove dead men		Date: 05/06/2022
Type: Gas Meter Run	# 2		
Comment:			
Corrective Action:			Date:
Type: Ancillary equipment	# 1		
Comment:	Chemical tank in plastic containment		
Corrective Action:			Date:
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLs	STEEL AST		,
Comment:	Possible hole in one tank (evidence of staining on side of tank) see photo.				
Corrective Action:	Ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition				Date: 06/03/2022

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:				

Corrective Action:		Date:	
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Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

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Inspected Facilities									
Facility ID:	211594	Type:	WELL	API Number:	045-07355	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	275015	Type:	WELL	API Number:	045-13447	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			
Facility ID:	275017	Type:	WELL	API Number:	045-13448	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing								
Corrective Action:						Date:			

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Berms						
		Ditches				
		Culverts				

Comment: 1. Fill slope shows signs of erosion and sediment migration from location (riling)

Corrective Action: Install or repair required BMPs

Date: 05/13/2022

Pits: ☒ NO SURFACE INDICATION OF PIT**Attached Documents**You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
403008431	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5717815
700704069	Photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5717786