

**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:

02/08/2023

Submitted Date:

02/10/2023

Document Number:

708300084

FIELD INSPECTION FORMLoc ID 322468 Inspector Name: Morris, Matthew 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:**

14 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 | |
| , CAERUS | | COGCC.inspections@caerus oilandgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 210570 | WELL | PR | 09/01/2022 | GW | 045-06326 | USA 1-5 LW | PR |

General Comment:**COGCC Inspection Report Summary**

On 2/8/2023 at approximately 12:30, Compliance Inspector Matthew Morris conducted an on-site inspection at CAERUS PICEANCE LLC USA-68S97W/5SWNE, at Location ID #322468 in Garfield County, Colorado.

Any corrective actions from previous inspections that have not been addressed are still applicable.

Well on location is Shut In.

During the inspection, the following compliance issues were observed:

- 1) Unmarked anchor on location.
- 2) Hole in wall of produced water tank.
- 3) Location not accessible.

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

Location

| | | | |
|--------------------|--|-------|------------|
| Lease Road: | | | |
| Type | Access | | |
| comment: | Location not accessible. | | |
| Corrective Action | Repair/maintain access road to location. | Date: | 03/16/2023 |

Overall Good: ☐

| | | | |
|----------------------|---|-------|--|
| Signs/Marker: | | | |
| Type | OTHER | | |
| Comment: | Separator units include attached storage tanks. The sight glass on the side of the unit indicates 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 | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| 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:

☐ Multiple Spills and Releases?

| | | | |
|--------------------|--------------------|-------|--|
| Fencing/: | | | |
| Type | WELLHEAD | | |
| Comment: | Steel fencing. | | |
| Corrective Action: | | Date: | |
| Type | TANK BATTERY | | |
| Comment: | Livestock fencing. | | |
| Corrective Action: | | Date: | |
| Type | SEPARATOR | | |
| Comment: | Steel fencing. | | |
| Corrective Action: | | Date: | |

| | | | |
|---|-----|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Gas Meter Run | # 1 | | |
| Comment: Summit Midstream | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 1 | | |
| Comment: Unmarked deadman. | | | |
| Corrective Action: Mark deadman anchor | | Date: | 02/22/2023 |
| Type: Bradenhead | # 1 | | |
| Comment: No form of pressure monitoring equipment located on Bradenheads. All Bradenhead valves are accessible. | | | |
| Corrective Action: | | Date: | |
| Type: Dehydrator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--|---|-----------|-----------|---------|------------------|
| PRODUCED WATER | 1 | <100 BBLS | STEEL AST | | , |
| Comment: Hole in wall of produced water tank. | | | | | |
| Corrective Action: Repair tank wall or replace tank. | | | | | Date: 03/16/2023 |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|-----------------------------------|----------|---------------------|---------------------|-------------|
| Earth | | Walls Sufficient | Base Sufficient | Adequate |
| Comment: Centralized containment. | | | | |
| Corrective Action: | | | | Date: |

Venting:

| | |
|--------|----|
| Yes/No | NO |
|--------|----|

| | | | |
|------------------------|--|-------|--|
| Comment: | | | |
| Corrective Action: | | Date: | |
| <u>Flaring:</u> | | | |
| Type | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| Inspected Facilities | | | | | | | | | |
|---|--------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 210570 | Type: | WELL | API Number: | 045-06326 | Status: | PR | Insp. Status: | PR |
| Idle Well | | | | | | | | | |
| Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: _____ | | | | | | | | | |
| Comment: <div>Last produced November 2022.</div> | | | | | | | | | |
| Corrective Action: <div></div> 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 | | | | | | |

Comment: [Inspection limited due to snow cover.](#)

Corrective Action:

Date: _____

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 |
|--------------|----------------------|---|
| 403324055 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6024654 |
| 708300085 | Photo Log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6024651 |