

**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:

09/01/2023

Submitted Date:

09/04/2023

Document Number:

708901537

FIELD INSPECTION FORMLoc ID 433706 Inspector Name: Smelser, Wayne 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:

27 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
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
433723	WELL	PR	07/01/2019	GW	045-22113	Rose 22-9C (K22W)	PR
433727	WELL	PR	06/05/2014	GW	045-22117	Rose 22-11B (K22W)	PR
433728	WELL	PR	07/11/2014	GW	045-22118	Rose 22-1C (K22W)	PR
433734	WELL	PR	07/11/2014	GW	045-22122	Rose 22-12C (K22W)	PR

General Comment:**CECMC Inspection Report Summary**

On 09/01/2023 at approximately 10:21 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC K22W Pad.

Location # 433706 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear/NSO Habitat areas.

Location is approximately 115 yards from West Mamm Creek & approximately 257 yards from Dry Creek.

Location is within close proximity to Rule 411.b Generalized External Buffer.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Tanks & Berms - Hole in secondary containment liner/liner needs maintenance with a CA date of 09/24/2023

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

This is a summary of inspection report.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐**Signs/Marker:**

Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank		
Corrective Action:		Date:	
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 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:	

Emergency Contact Number:

Comment:	911/970-285-2615	
Corrective Action:		Date: _____

Good Housekeeping:

Type	WEEDS		
Comment:	Small amount of weeds sprouting in secondary containment		
Corrective Action:		Date:	
Type	DEBRIS		
Comment:	Debris - please refer to photo log		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Hog panels		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Summit Midstream meter house - Bollards		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Chemical tank - Jersey barriers		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Jersey barriers		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Vertical Heated Separator	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 4		
Comment:	Pressure transducers located on all bradenhead. All bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Emission Control Device	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Plunger Lift	# 4		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 4		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
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CONDENSATE	1	400 BBLs	STEEL AST			
Comment: Centralized containment						
Corrective Action:						Date:
<u>Paint</u>						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Comment:						
Corrective Action:						Date:
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	500 BBLs	STEEL AST			
Comment: Centralized containment						
Corrective Action:						Date:
<u>Paint</u>						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
<u>Berms</u>						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Inadequate	Walls Insufficient	Base Sufficient	Inadequate		
Comment: Hole in containment liner/liner needs maintenance						
Corrective Action: The liner will be sufficiently impervious so that any discharge from a primary containment system will not escape containment before cleanup occurs.						Date: 09/24/2023
<u>Venting:</u>						
Yes/No	NO					
Comment:						
Corrective Action:						Date:
<u>Flaring:</u>						
Type						
Comment:						
Corrective Action:						Date:

Inspected Facilities									
Facility ID:	433723	Type:	WELL	API Number:	045-22113	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	433727	Type:	WELL	API Number:	045-22117	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	433728	Type:	WELL	API Number:	045-22118	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
Corrective Action:						Date:			
Facility ID:	433734	Type:	WELL	API Number:	045-22122	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift								
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
		Other				Mag chloride
Compaction						Small areas of light compaction
				Material Handling And Spill Prevention		Chemical tank containment
Ditches						
		Ditches				
Berms						
		Gravel				Sparse
		Compaction				
Gravel						Sparse in some areas
		Culverts				

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

Comment	User	Date
Please refer to Tanks & Berms for observed compliance issue.	smelserw	09/04/2023

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

Document Num	Description	URL
708901538	Inspection 708901537 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240817
708901539	Inspection 708901537 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6240818