

**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:

06/27/2023

Submitted Date:

06/29/2023

Document Number:

708900897**FIELD INSPECTION FORM**Loc ID 334791 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**25 Number of Comments3 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
89036	WELL	PR	11/01/2020	GW	045-07364	COUEY 17-11	PR
256088	WELL	PR	11/01/2020	GW	045-07421	COUEY 17-10	PR
276747	WELL	SI	07/01/2022	GW	045-10519	COUEY 17-11D(K17E)	SI
276749	WELL	PR	10/01/2021	GW	045-10520	COUEY 17-15B (K17E)	PR
276871	WELL	SI	11/01/2022	GW	045-10546	COUEY FEDERAL 17-14A (K17E)	SI

General Comment:**COGCC Inspection Report Summary**

On 06/27/2023 at approximately 10:49 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection at CAERUS PICEANCE LLC K17E pad.

Location # 334791 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas & within close proximity to NSO Habitat area.

Location is approximately 353 yards from Middle Mamm Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Failure to maintain chemical BMP with a CA date of 07/02/2023
2. Housekeeping - Weeds/undesirable plant species on location with a CA date of 07/06/2023
3. Tanks & Berms - Secondary containment liner needs maintenance with a CA date of 07/19/2023

A follow up on this site inspection needs to 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: ☐

Signs/Marker:			
Type	CONTAINERS		
Comment:	Chemical tanks		
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:	
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: _____

Good Housekeeping:

Type	DEBRIS		
Comment:	Debris - please refer to photo log		
Corrective Action:		Date:	
Type	WEEDS		
Comment:	Weeds/undesirable plant species in secondary containment		
Corrective Action:	Oil & gas locations will be kept free of undesirable plant species.	Date:	07/06/2023

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Cattle panels		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Cattle panels		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Vertical Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 3		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 5		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Bradenhead	# 5		
Comment:	Pressure transducers located on all bradenhead, all bradenhead valves are accessible		
Corrective Action:		Date:	
Type: Gas Meter Run	# 5		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 2		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream meter & meter house		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	<50 BBLS	STEEL AST		,
Comment:	Centralized containment				
Corrective Action:				Date:	

Paint

Condition	Adequate
Other (Content)	

Other (Capacity) 500 gal						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)		Permeability (Base)		Maintenance
Comment:						
Corrective Action:						Date:
Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	300 BBLs	STEEL AST		,	
Comment: Centralized containment						
Corrective Action:						Date:
Paint						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)		Permeability (Base)		Maintenance
Metal	Inadequate	Walls Insufficient		Base Sufficient		Inadequate
Comment: Multiple holes in secondary 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: 07/19/2023
Venting:						
Yes/No	NO					
Comment:						
Corrective Action:						Date:
Flaring:						
Type						
Comment:						
Corrective Action:						Date:

Inspected FacilitiesFacility ID: 89036 Type: WELL API Number: 045-07364 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger liftCorrective Action: Date: Facility ID: 256088 Type: WELL API Number: 045-07421 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger liftCorrective Action: Date: Facility ID: 276747 Type: WELL API Number: 045-10519 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: Comment: Shut inCorrective Action: Date: Facility ID: 276749 Type: WELL API Number: 045-10520 Status: PR Insp. Status: PR**Producing Well**Comment: Producing, well on plunger liftCorrective Action: Date: Facility ID: 276871 Type: WELL API Number: 045-10546 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: Comment: Shut inCorrective 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
		Culverts				
		Compaction				
Gravel						Sparse in some areas
				Material Handling And Spill Prevention	Fail	Failure to maintain chemical BMP
		Gravel				Sparse
Berms						
Ditches						
Compaction						
		Ditches				

Comment: [Chemical containment is approximately 5/8 full/Failure to maintain chemical BMP](#)

Corrective Action: [Operators shall implement BMPs in accordance with good engineering practices, including measures such as: Materials handling and spill prevention procedures and practices implemented for material handling and spill prevention of materials used, stored, or disposed of that could result in discharges causing pollution of surface waters.](#)

Date: 07/02/2023

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Please refer to Housekeeping, Tanks & Berms & Stormwater for observed compliance issues.	smelserw	06/29/2023

Attached Documents

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

Document Num	Description	URL
403450104	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6165572
708900898	Inspection 708900897 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6165541
708900899	Inspection 708900897 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6165542