

**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:

11/09/2023

Submitted Date:

11/12/2023

Document Number:

708902206

FIELD INSPECTION FORMLoc ID 334669 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:

17 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	
Toews, Wesley		wtoews@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
211153	WELL	PR	08/01/2018	GW	045-06912	KEPHART FEDERAL 2-15	PR
211529	WELL	PR	05/01/2017	GW	045-07289	SCARBER 2-44	PR
275514	WELL	PR	06/06/2005	GW	045-10334	SCARBER FEDERAL 2-9C (R020)	PR

General Comment:**CECMC Inspection Report Summary**

On 11/09/2023 at approximately 11:42 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection at CAERUS PICEANCE LLC SCARBER RO2 Pad.

Location # 334669 in Garfield County Colorado.

Please refer to inspection 708901825 conducted on 09/29/2023, previous corrective actions have been completed.

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

Location is approximately 424 yards from Porcupine Creek.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1. Stormwater - Erosion & transport of sediment off location with a CA date of 11/27/2023

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	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	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
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:	

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Equipment:			corrective date
Type: Bradenhead	# 3		
Comment:	Pressure transducers located on all bradenhead, bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Bird Protectors	# 3		
Comment:			

Corrective Action:		Date:	
Type: Gas Meter Run	# 3		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Plunger Lift	# 3		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	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	Adequate	Walls Sufficent		
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	Adequate	Walls Sufficent		
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

--

Inspected Facilities			
Facility ID: <u>211153</u>	Type: <u>WELL</u>	API Number: <u>045-06912</u>	Status: <u>PR</u> Insp. Status: <u>PR</u>
Producing Well			
Comment:	<u>Producing, well on plunger lift</u>		
Corrective Action:		Date:	
Facility ID: <u>211529</u>	Type: <u>WELL</u>	API Number: <u>045-07289</u>	Status: <u>PR</u> Insp. Status: <u>PR</u>
Producing Well			
Comment:	<u>Producing, well on plunger lift</u>		
Corrective Action:		Date:	
Facility ID: <u>275514</u>	Type: <u>WELL</u>	API Number: <u>045-10334</u>	Status: <u>PR</u> Insp. Status: <u>PR</u>
Producing Well			
Comment:	<u>Producing, well on plunger lift</u>		
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
		Ditches				
		Compaction				
		Gravel				Sparse in sections
Rip Rap						
Compaction						
Other	Fail					Erosion & transport of sediment off location
		Culverts				
Culverts						
Berms						
Gravel						Sparse in areas

Comment: 1. Erosion & transport of sediment off location (behind production separators)

Corrective Action: Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation. BMPs shall be maintained until the facility is abandoned and final reclamation is achieved.

Date: 11/27/2023

Pits: ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
Please refer to Stormwater for observed compliance issue.	smelserw	11/12/2023

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

Document Num	Description	URL
403592576	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6319215
708902207	Inspection 708902206 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6319213
708902208	Inspection 708902206 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6319214