

**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:

01/05/2024

Submitted Date:

01/10/2024

Document Number:

696205517**FIELD INSPECTION FORM**Loc ID 334563 Inspector Name: Trujillo, Aaron 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:**13 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
,		COGCC.inspections@caerus oilandgas.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
259382	WELL	SI	07/01/2023	GW	045-07720	ROSE RANCH 10-16 (I10)	RI
259383	WELL	SI	06/01/2023	GW	045-07721	ANDREW 10-15 (I10)	RI
259384	WELL	SI	06/01/2023	GW	045-07722	ROSE RANCH 10-10 (I10)	RI
259385	WELL	SI	06/01/2023	GW	045-07723	ROSE RANCH 10-9A (I10)	RI
334563	LOCATION	AC			-	PARKER RANCH-67S93W 10NESE	RI

General Comment:

On 1/5/2024, Reclamation Specialist Trujillo conducted an interim reclamation and stormwater inspection at Caerus Piceance LLC's PARKER RANCH-67S93W/10NESE location in Garfield County, Colorado.

The following compliance issues were observed during this inspection:

- Good Housekeeping
- Unmarked Anchors
- Stormwater

Refer to the "Location", "Reclamation" and "Stormwater" section of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Corrective Action dates provided will either be back-dated to when Operator should have been in compliance, or when Operator was initially observed to be out of compliance; the "Date of Discovery" is being provided as the corrective action date for all new observed compliance issues. Location will remain out of compliance until corrective action(s) has(have) been resolved; a follow up inspection will be conducted to ensure the compliance issues have been corrected to comply with ECMC rules.

LocationOverall Good: ☐**Signs/Marker:**

Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signage at wells does not comport with current ECMC 605 requirements		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-285-2615 / 970-301-1319 / 911

Corrective Action:

Date: _____

Good Housekeeping:

Type			
Comment:	<p>Various trash/debris observed throughout the Location.</p> <p>Various Equipment observed strewn about the Location; unclear as to what equipment is considered unused or unnecessary, and what is being stored while remediation efforts are ongoing. However there is equipment observed improperly stored, or not stored in a workman-like manner; such as within containment, or around the well equipment.</p>		
Corrective Action:	Comply with 606 Rules	Date:	01/05/2024

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type	PIT		
Comment:	Excavation area- Livestock panels.		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	2	300 BBLS	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	
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Other (Content)	Produced water / Condensate Mix	
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficent	Base Sufficient	Adequate	
Comment:	Containment measures appeared to be in proper functioning condition at time of inspection.				
Corrective Action:				Date:	

Venting:

Yes/No			
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	<u>259382</u>	Type:	<u>WELL</u>	API Number:	<u>045-07720</u>	Status:	<u>SI</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>259383</u>	Type:	<u>WELL</u>	API Number:	<u>045-07721</u>	Status:	<u>SI</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>259384</u>	Type:	<u>WELL</u>	API Number:	<u>045-07722</u>	Status:	<u>SI</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>259385</u>	Type:	<u>WELL</u>	API Number:	<u>045-07723</u>	Status:	<u>SI</u>	Insp. Status:	<u>RI</u>
Facility ID:	<u>334563</u>	Type:	<u>LOCATION</u>	API Number:	<u>-</u>	Status:	<u>AC</u>	Insp. Status:	<u>RI</u>

Environmental	
Spill/Remediation:	
Comment:	Remediation #31714 currently ongoing
Corrective Action:	<div></div> <div>Date: <div></div></div>
Emission Control Burner (ECB): <div></div>	
Comment:	<div></div>
Pilot: <div></div>	Wildlife Protection Devices (fired vessels): <div></div>

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

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? Fail

Comment _____

Corrective Action _____

Date **01/05/2024**

Anchors observed on Location missing required marking.

Comply with Rule 1003.a and 603.j

1003b. Area no longer in use? Pass Production areas stabilized ? _____

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? In

Production areas have been stabilized? Fail Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured Pass 80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment Limited inspection due to snow cover. Vegetation over the interim areas appear to be progressing towards ECMC 1003 Standards.

Undesirable and Noxious Plant Species not observed at time of inspection.

Corrective Action _____ Date _____

Overall Interim Reclamation In Process

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: _____

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads _____ Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation ☐ Well Release on Active Location ☐ Multi-Well Location ☐

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Gravel	Fail					
Compaction	Fail					
				Material Handling And Spill Prevention	Fail	Porta-john
	Fail					Tracking controls

Comment: BMPs to stabilize the working pad surface are no longer in proper functioning condition; WPS lacks stabilization. BMPs to minimize tracking inadequate; BMPs to minimize off-site sediment transport, such as vehicle tracking pad, also not observed.

Porta-john unit stored on the Location has not been properly secured; BMPs to prevent a spill are inadequate.

Corrective Action: Comply with Rule 1002.f and 602.m- install or repair required stormwater and erosion control BMPs to minimize erosion, degradation and off-site sediment transport. Grading alone will not be adequate.

Secure sanitary facility.

Date: 01/05/2024

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
403650639	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388310
696205520	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6388283