

**U.S. Department of the Interior
Bureau of Land Management
Lewistown Field Office
920 NE Main Street
Lewistown, MT 59457**

**Leasing Recommendation and Decision Record
Lewistown Field Office Oil and Gas Leasing EA
DOI-BLM-MT-L060-2010-0033 -EA**

Decision:

Based on the analysis included in Alternative B (the proposed action) and consideration of additional information, it is my decision to offer for sale and issue leases on four parcels, containing 498.07 acres of federal minerals administered by the Lewistown Field Office (FO), with stipulations as identified in Appendix A of the EA. It is also my decision to defer two parcels (BH and BO) (240 acres of federal minerals) from this lease sale, pending additional study and review. The decision regarding whether to lift or maintain the suspension on the already-issued lease is addressed in a separate decision document.

Authorities:

The authority for this decision is contained in 43 CFR 3100.

Compliance and Monitoring:

No monitoring would be required upon lifting the lease suspensions. Should the parcels be developed, monitoring may be required and would be addressed and analyzed under future NEPA documentation.

Terms, Conditions, and Stipulations:

For all parcels, standard terms and conditions, as well as the lease notices and stipulations identified by parcel in Appendix A of the EA, would apply and be attached to the parcel(s).

Plan Conformance and Consistency:

The proposed action and alternatives have been reviewed and found to be in conformance with the land use decisions described in the Fergus Management Framework Plan (MFP) (approved January 1978), the Petroleum Management Framework Plan (approved November 1977), and the Lewistown District Oil & Gas Environmental Assessment of the BLM Leasing Program (approved September 1981). Although the Judith-Valley-Phillips Resource Management Plan (RMP) was approved in 1994, it did not make any decisions relative to leasing of fluid minerals due to a protest on the 1992 Final RMP.

Alternatives Considered:

Alternative A – No Action. The No Action Alternative would exclude six parcels in the Lewistown Field Office from being included in the upcoming lease sale. The No Action alternative would also maintain one lease parcel in suspension, and would be subject to cancellation. Surface management would remain the same and ongoing oil and gas development would continue on surrounding federal, private, and state leases.

Alternative B – Proposed Action. The Proposed Action analyzed in the analysis would be to offer six parcels of federal minerals for oil and gas leasing and to lift the lease suspension on one parcel of federal minerals covering a total of 1,058.07 acres administered by the Lewistown FO. The parcels are located in Fergus and Petroleum counties. Standard terms and conditions, as well as the stipulations identified in Appendix A would apply.

Public Comments:

On August 12, 2010, this EA, along with other oil and gas leasing EAs, were made available for a 30-day public comment period. A total of 131 written submissions were received after the 30-day comment period, which resulted in 79 individually-coded substantive comments. With the exception of some parcel-specific and/or EA-specific comments and issues, most of the comments applied to all eight EAs. After review and consideration of the substantive comments, some modifications were made to the analysis and are denoted with gray-scale shading and/or strikeout in the updated EA. Refer to Chapter 5 of the updated EA for a summary of the changes made to the EA.

On October 22, 2010, the Bureau of Land Management provided notice that 223 parcels of land (149,996.962 acres) would be offered in a competitive oil and gas lease sale on December 9, 2010; this lease sale notice initiated a 30-day protest period for the lease sale. Two protests were received. The first protest was submitted by Crowley Fleck Attorneys to the inclusion of Parcel Number 12-10-27, located within the Butte Field Office, which was deferred from the lease sale to allow for further review. The second protest was submitted by the Montana Environmental Information Center, Earthworks' Oil and Gas Accountability Project, and WildEarth Guardians and protested the inclusion of all 223 parcels in the lease sale. Based on a detailed review and consideration of the issues raised, the BLM provided responses to the issues raised and denied the protest to the parcels offered at the December 9, 2010 oil and gas lease sale.

Rationale for the Decision:

This decision is based on the following: 1) consistency with resource management and land use plans; 2) national policy; 3) agency statutory requirements; 4) relevant resource issues; and 5) application of measures to avoid or minimize environmental impacts. While Alternative B in the analysis was chosen as the preferred alternative, my decision to maintain the suspension on the lease addresses resource considerations requiring additional review/study.

1. The decision is in conformance with the Fergus Management Framework Plan (MFP) (approved January 1978), the Petroleum Management Framework Plan (approved November 1977), and the Lewistown District Oil & Gas Environmental Assessment of the BLM Leasing Program (approved September 1981).
2. It is the policy of the Bureau of Land Management (BLM) as derived from various laws, including the Mineral Leasing Act of 1920, as amended [30 U.S.C. 181 *et seq.*] and the Federal Land Policy and Management Act of 1976, to make mineral resources available for disposal and to encourage development of mineral resources to meet national, regional, and local needs.

3. The decision is consistent with all federal, state, and county authorizing actions required for implementation of the Proposed Action.
4. Standard terms and conditions as well as special stipulations would apply. Lease stipulations (as required by Title 43 Code of Federal Regulations 3103.1-3) were added to each parcel as identified by the Lewistown Field Office to address site specific resource concerns or new information not identified in the land use planning process.

Recommended by:



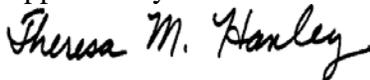
William F. Frank, Field Manager
December 27, 2010

Concurrence by:

/s/ **Gary L. Benes**

Gary L. Benes, District Manager
December 27, 2010

Approved by:



Theresa M. Hanley, Deputy State Director Division of Resources
December 27, 2010