

**UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Buffalo Field Office
Buffalo, Wyoming**

**SURFACE USE
CONDITIONS OF APPROVAL
EA # WY-070-08-179**

POD Name: Schoonover Road 4 POD

Operator: Williams Production RMT Company

List of Wells:

	Well Name	Well #	Qtr/Qtr	Sec	TWP	RNG	Lease #
1	Schoonover Rd 4 Iberlin Ranch	12-3*	SWNW	3	47N	76W	WYW137920
2	SCHOONOVER RD 4 Federal	14-3	SWSW	3	47N	76W	WYW135622
3	Schoonover Rd 4 Iberlin Ranch	23-3	NESW	3	47N	76W	WYW135622
4	SCHOONOVER RD 4 Federal	34-3	SWSE	3	47N	76W	WYW135622
5	Schoonover Rd 4 Iberlin Ranch	41-3	NENE	3	47N	76W	WYW135622
6	Schoonover Rd 4 Iberlin Ranch	43-3	NESE	3	47N	76W	WYW135622
7	Schoonover Rd 4 Iberlin Ranch	12-4	SWNW	4	47N	76W	WYW32267
8	Schoonover Rd 4 Iberlin Ranch	21-4	NENW	4	47N	76W	WYW134913
9	SCHOONOVER RD 4 Federal	32-4	SWNE	4	47N	76W	WYW32267
10	SCHOONOVER RD 4 Federal	12-10	SWNW	10	47N	76W	WYW147327
11	SCHOONOVER RD 4 Federal	14-10	SWSW	10	47N	76W	WYW147327
12	SCHOONOVER RD 4 Federal	21-10	NENW	10	47N	76W	WYW147327
13	SCHOONOVER RD 4 Federal	23-10	NESW	10	47N	76W	WYW147327
14	SCHOONOVER RD 4 Federal	32-10	SWNE	10	47N	76W	WYW147327
15	SCHOONOVER RD 4 Federal	34-10	SWSE	10	47N	76W	WYW147327
16	SCHOONOVER RD 4 Federal	41-10	NENE	10	47N	76W	WYW147327
17	SCHOONOVER RD 4 Federal	43-10	NESE	10	47N	76W	WYW147327
18	SCHOONOVER RD 4 SRU	34-27	SWSE	27	48N	76W	WYW133621
19	SCHOONOVER RD 4 SRU	14-33	SWSW	33	48N	76W	WYW134915
20	SCHOONOVER RD 4 SRU	21-33	NENW	33	48N	76W	WYW129041
21	SCHOONOVER RD 4 SRU	34-33	SWSE	33	48N	76W	WYW134915
22	SCHOONOVER RD 4 SRU	41-33	NENE	33	48N	76W	WYW129041
23	SCHOONOVER RD 4 SRU	12-34	SWNW	34	48N	76W	WYW134915
24	SCHOONOVER RD 4 SRU	21-34	NENW	34	48N	76W	WYW134915
25	SCHOONOVER RD 4 SRU	23-34	NESW	34	48N	76W	WYW134915
26	SCHOONOVER RD 4 SRU	32-34	SWNE	34	48N	76W	WYW129041
27	SCHOONOVER RD 4 SRU	41-34	NENE	34	48N	76W	WYW129041

28	SCHOONOVER RD 4 SRU	43-34	NESE	34	48N	76W	WYW134231
	The following well cannot be approved until 10-09-2008 in accordance with 43 CFR 3162.3-1 (d)						
29	SCHOONOVER RD 4 SRU*	44-34	SESE	34	48N	76W	WYW129041

I Programmatic mitigation measures identified in the PRB FEIS ROD

Surface Water

1. Channel Crossings:
 - a) Channel crossings by road and pipelines will be constructed perpendicular to flow. Culverts will be installed at appropriate locations for streams and channels crossed by roads as specified in the BLM Manual 9112-Bridges and Major Culverts and Manual 9113-Roads. Streams will be crossed perpendicular to flow, where possible, and all stream crossing structures will be designed to carry the 25-year discharge event or other capacities as directed by the BLM.
 - b) Channel crossings by pipelines will be constructed so that the pipe is buried at least four feet below the channel bottom.
2. Low water crossings will be constructed at original streambed elevation in a manner that will prevent any blockage or restriction of the existing channel. Material removed will be stockpiled for use in reclamation of the crossings.

Soils

1. The Companies, on a case by case basis depending upon water and soil characteristics, will test sediments deposited in impoundments before reclaiming the impoundments. Tests will include the standard suite of cations, ions, and nutrients that will be monitored in surface water testing and any trace metals found in the CBNG discharges at concentrations exceeding detectable limits.

Vegetation

1. Temporarily fence reseeded areas, if not already fenced, for at least two complete growing seasons to insure reclamation success on problematic sites (e.g. close to livestock watering source, erosive soils etc.).

Wetland/Riparian

1. Power line corridors will avoid wetlands, to the extent possible, in order to reduce the chance of waterfowl hitting the lines. Where avoidance can't occur, the minimum number of poles necessary to cross the area will be used.
2. Wetland areas will be disturbed only during dry conditions (that is, during late summer or fall), or when the ground is frozen during the winter.
3. No waste material will be deposited below high water lines in riparian areas, flood plains, or in natural drainage ways.
4. The lower edge of soil or other material stockpiles will be located outside the active floodplain.
5. Disturbed channels will be re-shaped to their approximate original configuration or stable geomorphologic configuration and properly stabilized.
6. Reclamation of disturbed wetland/riparian areas will begin immediately after project activities are

complete.

Wildlife

1. The Companies will locate facilities so that noise from the facilities at any nearby sage grouse or sharp-tailed grouse display grounds does not exceed 49 decibels (10 dBA above background noise) at the display ground.
2. All stock tanks shall include a ramp to enable trapped small birds and mammals to escape. See Idaho BLM Technical Bulletin 89-4 entitled Wildlife Watering and Escape Ramps on Livestock Water Developments: Suggestions and Recommendations.

Threatened, Endangered, or Sensitive Species

Bald Eagle

1. A disturbance-free buffer zone of 0.5 mile (i.e., no surface occupancy) will be established year-round for all bald eagle winter roost sites. A seasonal minimal disturbance buffer zone of 1 mile will be established for all bald eagle winter roost sites (November 1 – April 1). These buffer zones and timing may be adjusted based on site-specific information through coordination with, and written approval from, the USFWS.
2. Within ½ mile of bald eagle winter roost sites additional measures such as remote monitoring and restricting maintenance visitation to between 9:00 and 3:00 may be necessary to prevent disturbance (November 1 – April 1).

Air Quality

1. During construction, emissions of particulate matter from well pad and resource road construction will be minimized by application of water, or other dust suppressants, with at least 50 percent control efficiency. Roads and well locations constructed on soils susceptible to wind erosion could be appropriately surfaced or otherwise stabilized to reduce the amount of fugitive dust generated by traffic or other activities, and dust inhibitors (surfacing materials, non-saline dust suppressants, and water) could be used as necessary on unpaved collector, local and resource roads that present a fugitive dust problem. The use of chemical dust suppressants on BLM surface will require prior approval from the BLM authorized officer.

II. Site Specific Conditions of Approval

General

1. All changes made at the onsite will be followed. They have all been incorporated into the operator's POD.
2. All permanent above-ground structures (e.g., production equipment, tanks, etc.) not subject to safety requirements will be painted to blend with the natural color of the landscape. The paint used will be a color which simulates "Standard Environmental Colors." The color selected for the Schoonover Road POD is Covert Green (PANTONE for Architecture Color Guide 18-0617 TPX).
3. The approval of this project does not grant authority to use off lease federal lands without approved right of way grants. No surface disturbing activity, or use of off-lease federal lands, is allowed on affected leases until right of way grants become effective on the date in which the grant is signed by the authorized officer of the BLM.
4. Please contact Kathy Brus, Supervisory Natural Resource Specialist, @ (307) 684-1087, Bureau of Land Management, Buffalo, if there are any questions concerning these surface use COAs.

Drilling

1. The operator intends to eventually produce several coal zones at the same time from one wellbore. The operator is required to submit a Sundry for approval to commingle these coals.
2. If the source of water used to mix casing cement is from any other source than a municipal water supply, the operator will provide a copy of the water analysis from the source to the BLM Petroleum Engineer prior to use for cementing.

Surface Use

1. The operator included proposed overhead power in a deficiency submission dated 09-18-08. This proposal was not included at the time of the onsite, and therefore was not evaluated in the field. **Installation of new overhead power will not be authorized with this approval.** The operator will submit a Sundry notice to be evaluated concurrently with the Right of Way submitted by Powder River Energy Corporation.
2. Provide 4" of aggregate where grades exceed 8% for stability and erosion prevention.
3. The operator is responsible for having a licensed professional engineer certify that the actual construction of the road meets the design criteria and is constructed to Bureau standards.
4. The culvert locations will be staked prior to construction. The culvert invert grade and finished road grade will be clearly indicated on the stakes. Culverts will be installed on natural ground, or on a designed flow line of a ditch. The minimum cover over culverts will be 12" or one-half the diameter whichever is greater. Drainage laterals in the form of culverts or water bars shall be placed according to the following spacing:

<u>Grade</u>	<u>Drainage Spacing</u>
2-4%	310 ft
5-8%	260 ft
9-12%	200 ft
13-15%	150 ft.

5. "Roughed-in" or "Pioneer" roads shall be constructed according to the line and grade shown in the approved engineering designs. Non-engineered roads shall be constructed to a line and grade established to meet the BLM Gold Book and 9113 guidelines as approved in the SUP, and shaped according to an approved design template for that road. The following access roads must be surfaced prior to drilling: All the wells in Section 10 T47N R76W.
6. Adequate drainage control must be in place at all stages of construction and culverts installed as soon as feasible.
7. Final grading and surfacing shall occur immediately after utility installation is complete. All rills, gullies, and other surface defects shall be ripped to the full depth of erosion across the entire width of the roadway prior to final grading and surfacing.
8. The operator will follow the guidance provided in the Wyoming Policy on Reclamation (IM WY-90-231) specifically the following:
Reclamation Standards:
C. 3. The reclaimed area shall be stable and exhibit none of the following characteristics:
 - a. Large rills or gullies.
 - b. Perceptible soil movement or head cutting in drainages.
 - c. Slope instability on, or adjacent to, the reclaimed area in question.C.4. The soil surface must be stable and have adequate surface roughness to reduce runoff and capture rainfall and snow melt. Additional short-term measures, such as the application of mulch, shall be used to reduce surface soil movement.
C.5. Vegetation canopy cover (on unforested sites), production and species diversity (including shrubs) shall approximate the surrounding undisturbed area. The vegetation shall stabilize the site and support the planned post disturbance land use, provide for natural plant community succession and development, and be capable of renewing itself. This shall be demonstrated by:

- a. Successful onsite establishment of species included in the planting mixture or other desirable species.
 - b. Evidence of vegetation reproduction, either spreading by rhizomatous species or seed production.
- C.6. The reclaimed landscape shall have characteristics that approximate the visual quality of the adjacent area with regard to location, scale, shape, color and orientation of major landscape features and meet the needs of the planned post disturbance land use.
9. There are several places where noxious weed species (Salt Cedar) have invaded. In addition to control of the invasive species, the operator will be required to clean construction equipment on site prior to moving at the following locations:
 - a. 41-3-4776
 - b. 34-27-4876
 10. Material Safety Data Sheets must be maintained on site during the drilling phase.
 11. Due to erosive soils and steep slopes, the access route to the following wells and the well locations will require interim reclamation and slope stabilization to be completed within 30 days of the beginning of construction: All the wells, access and utility corridors in Section 10.
 12. To reduce the amount of disturbance to habitat, the access routes to the following wells will be maintained at 25 feet wide:
 - a. 12-3-4776
 - b. 21-34-4876
 - c. 41-34-4876
 13. Well 23-34-4876 – the operator will mow an area only 40 east of well to reduce habitat disturbance.
 14. Prior to drilling and construction of these wells, the operator will stake the limits of disturbance permitted for each location. All drilling and construction activity including driving will be confined within these limits.
 15. The drilling pits will be lined at the following locations:
 - d. 12-10-4776
 - e. 21-33-4876
 16. At the onsite, the access route to 41-3 was relocated. The operator will be required to reclaim the original route.
 17. At Well 12-34-4876, all drilling and construction activity will avoid rock outcrops on the south edge of the location.
 18. The operator’s plan of development includes several long sections of utility corridor which cross topography with challenging reclamation potential, as listed below. The BLM requests that these utility corridors be installed using a road bore technique to reduce surface impacts and remove the reclamation challenges.
 - f. From the 41-33 south to the 32-33 line
 - g. From the 12-33 to the 32-34.
 - h. From the 21-4 to the access route near the 34-33.
 - i. From the 12-10 to the access to the 14-10.
 19. The utility corridor from the access route to the north to the 32-3 well as proposed will not be approved at this time. The operator has agreed to investigate alternative routes to avoid excessive surface disturbance.
 20. The operator will drill seed on the contour to a depth of 0.5 inch, followed by cultipaction to compact the seedbed, preventing soil and seed loss. To maintain quality and purity, the current years tested, certified seed with a minimum germination rate of 80% and a minimum purity of 90% will be used. On BLM surface or in lieu of a different specific mix desired by the surface owner, use the following:

Loamy and Sandy Sites:

Species	% in Mix	Lbs PLS*
Western Wheatgrass (<i>Pascopyrum smithii</i>)	25	3.0
Bluebunch Wheatgrass (<i>Pseudoroegneria spicata ssp. Spicata</i>)	20	2.4
Green needlegrass (<i>Nassella viridula</i>)	15	1.8
Thickspike Wheatgrass (<i>Elymus lanceolatus ssp. lanceolatus</i>)	15	1.8
Indian Rice Grass (<i>Oryzopsis hymenoides</i>)	10	1.2
Prairie coneflower (<i>Ratibida columnifera</i>)	5	0.6
Rocky Mountain beeplant (<i>Cleome serrulata</i>)	5	0.6
Lewis - Appar, Blue, or Scarlet flax	5	0.6
Totals	100%	12 lbs/acre

Wildlife

The following conditions will alleviate impacts to bald eagles:

1. No project related actions shall occur within one mile of Beaver Creek annually from November 1 through April 1, prior to a winter roost survey or from February 1 through August 15 prior to a nesting survey. This timing limitation will be in effect unless surveys determine the nest/roost to be inactive. This affects the following wells and infrastructure:

Township/Range	Section	Wells and Infrastructure
48/76	33	14-33, 34-33
	34	44-34, 23-34
47/76	3	12-3, 41-3, 43-3
	4	12-4, 21-4, 32-4

- a. If a roost is identified and construction has not been completed, a year-round disturbance-free buffer zone of 0.5 mile will be established for all bald eagle winter roost sites. A seasonal minimum disturbance buffer zone of 1 mile will be established for all bald eagle roost sites (November 1 - April 1). Additional measures such as remote monitoring and restricting maintenance visitation to between 9:00 AM and 3:00 PM may be necessary to prevent disturbance.
 - b. If a nest is identified and construction has not been completed, a disturbance-free buffer zone of 0.5 mile (i.e., no surface occupancy) would be established year round for all bald eagle nests. A seasonal minimum disturbance buffer zone of 1 mile will be established for all bald eagle nest sites (February 1 - August 15).
2. Additional mitigation measures may be necessary if the site-specific project is determined by a Bureau biologist to have an adverse affect to bald eagles or their habitat.

Burrowing Owls

The following conditions will alleviate impacts to burrowing owls:

1. No surface disturbing activity shall occur within 0.25 miles of all identified prairie dog colonies from April 15 to August 31, annually, prior to a burrowing owl nest occupancy survey for the

current breeding season. A 0.25 mile buffer will be applied if a burrowing owl nest is identified. This condition will be implemented on an annual basis for the duration of surface disturbing activities within the prairie dog town. This timing limitation will be in effect unless surveys determine the nest to be inactive. This timing limitation will affect the following:

Township/Range	Section	Wells and Infrastructure
4776	4	34-33

Raptors

1. The following conditions will alleviate impacts to raptors:
 - a. No surface disturbing activity shall occur within 0.5 mile of all identified raptor nests from February 1 through July 31, annually, prior to a raptor nest occupancy survey for the current breeding season. This timing limitation will affect all infrastructure on the September 8, 2008 Western Lands Services Map:
 - 1) Surveys to document nest occupancy shall be conducted by a biologist following BLM protocol, between April 15 and June 30. All survey results shall be submitted in writing to a Buffalo BLM biologist and approved prior to surface disturbing activities. Surveys outside this window may not depict nesting activity. If a survey identifies active raptor nests, a 0.5 mile timing buffer will be implemented. The timing buffer restricts surface disturbing activities within 0.5 mile of occupied raptor nests from February 1 to July 31.
 - 2) Nest productivity checks shall be completed for the first five years following project completion. The productivity checks shall be conducted no earlier than June 1 or later than June 30 and any evidence of nesting success or production shall be recorded. Survey results will be submitted to a Buffalo BLM biologist in writing no later than July 31 of each survey year. This applies to all nest(s) within 0.5 miles of the project area.
 - b. If an undocumented raptor nest is located during project construction or operation, the Buffalo Field Office (307-684-1100) shall be notified within 24 hours.
 - c. Well metering, maintenance and other site visits within 0.5 miles of raptor nests should be minimized as much as possible during the breeding season (February 1 – July 31).
 - d. Any activity other than routine well checks between February 1- July 31 will require BLM notification and a biological monitor to ensure activities do not interfere with breeding activities (i.e. flushing adults or immature birds from nest-tree or adults off nest) at the following wells: **43-34, 14-33, 14-33, 12-10, and the 12-3.**

Sage Grouse

1. The following conditions will alleviate impacts to sage-grouse:
 - a. No surface disturbing activities are permitted within 2 miles of the Beaver Creek sage-grouse lek(s) between March 1 and June 15, prior to completion of a greater sage grouse lek survey. **Areas covered by this condition are depicted on the attached Wildlife COA Map. This condition will be implemented on an annual basis for the duration of surface disturbing activities. This timing limitation will affect the entire POD.**
 - b. If an active lek is identified during the survey, the 2 mile timing restriction (March 1-June 15) will be applied and surface disturbing activities will not be permitted until after the nesting season. If surveys indicate that the identified lek is inactive during the current breeding season, surface disturbing activities may be permitted within the 2 mile buffer until the following breeding season (March 1). The required sage grouse survey will be conducted by a biologist following the most current WGFD protocol. All survey results shall be submitted in writing to a Buffalo BLM biologist and approved prior to surface disturbing activities.

- c. Well metering, maintenance and other site visits within 2.0 miles of documented sage grouse lek sites should be minimized as much as possible during the breeding season (March 1– June 15).
- d. Maximum design speed on all operator-constructed and maintained roads will not exceed 25 miles per hour **except** travel along roads within 1/2 mile of the Beaver Creek lek. These roads will be posted at 10 mph.

Water Management

1. No new impoundments are included in this approval. All impoundments originally submitted for approval with the original POD have been dropped. If in the future it is determined that additional impoundment storage is required, the operator shall submit a Sundry notice for approval prior to the installation of additional impoundments.

Cultural

All earth moving activity in the following areas will be monitored by BLM cultural resource use permittee. The Bureau has identified these areas as containing the potential for buried cultural deposits. The Bureau will require the submission of two copies of a monitoring report within 30 days of the completion of all monitoring work. All monitored areas must be plotted on a map provided with the monitoring report.

1. All earth moving activity associated with the construction of the well pad, well pit, access and corridor for well 43-3 to the junction with the existing road. It is noted that some portions of this monitoring area may be outside alluvial and aeolian deposits, the exact areas to be monitored are left to the discretion of the archeological monitor.
2. All earth moving activity associated with the construction of the pit for the 41-3 well.
3. All earth moving activity associated with the construction of the utility corridor for well 34-33 in Section 33. All earth moving activity associated with the construction of the pit for the 34-33 well.
4. All earth moving activity associated with the construction of the utility corridor, access and pit for well 14-33 to the junction with the existing road. It is noted that some portions of this monitoring area may be outside alluvial and aeolian deposits, the exact areas to be monitored are left to the discretion of the archeological monitor.
5. All earth moving activity associated with the construction of the utility corridor, access and pit for well 12-3 to the junction with the proposed improved road.
6. All earth moving activity associated with the construction of the utility corridor and improved road from the junction of the 12-3 access rd., north to the junction with the existing improved road.
7. All earth moving activity associated with the construction of the utility corridor from the 32-3 well north to the existing infrastructure.

III Standard Conditions of Approval

A. General

1. If any cultural values [sites, artifacts, human remains (Appendix L FEIS)] are observed during operation of this lease/permit/right-of-way, they will be left intact and the Buffalo Field Manager notified. The authorized officer will conduct an evaluation of the cultural values to establish appropriate mitigation, salvage or treatment. The operator is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials, and contact the authorized BLM officer (AO).

Within five working days the AO will inform the operator as to:

- whether the materials appear eligible for the National Register of Historic Places;
 - the mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and,
 - a time-frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that the required mitigation has been completed, the operator will then be allowed to resume construction measures.
2. If paleontological resources, either large or conspicuous, and/or a significant scientific value are discovered during construction, the find will be reported to the Authorized Officer immediately. Construction will be suspended within 250 feet of said find. An evaluation of the paleontological discovery will be made by a BLM approved professional paleontologist within five (5) working days, weather permitting, to determine the appropriate action(s) to prevent the potential loss of any significant paleontological values. Operations within 250 feet of such a discovery will not be resumed until written authorization to proceed is issued by the Authorized Officer. The applicant will bear the cost of any required paleontological appraisals, surface collection of fossils, or salvage of any large conspicuous fossils of significant scientific interest discovered during the operation.
 3. The operator shall restrict travel on unimproved two-track roads during periods of inclement weather or spring thaw when the possibility exists for excessive surface resource damage (e.g., rutting in excess of 4-inches, travel outside two-track roadway, etc.).
 4. The first producing well drilled to each targeted coal zone will be designated as the POD "Reference Well". Reference wells will not be required for PODs within a 6 mile radius of the first reference well designated by the operator, nor for co-mingled coal zones. The designated reference well must be equipped to be sampled at the well head. A reference well sample will be collected from the wellhead and submitted for analysis; using the list of analytes identified in WDEQ WYPDES Application for Permit to Surface Discharge Produced Water from CBM New Discharges, Renewals, or Major Modifications, within 30 to 60 days of initial water production. Results of the analysis will be submitted to the BFO-BLM authorized Officer as they become available.
 5. By November 1 each year, companies will provide georeferenced spatial data depicting as-built locations of all facilities, wells, roads, pipelines, power lines, reservoirs, discharge points, and other related facilities to the BLM for all PODs where construction and development have been completed.
 6. If any dead or injured threatened, endangered, proposed, or candidate species is located during construction or operation, the U.S. Fish and Wildlife Service's Wyoming Field Office (307-772-2374), their law enforcement office (307-261-6365), and the BLM Buffalo Field Office (307-684-1100) shall be notified within 24 hours. If any dead or injured sensitive species is located during construction or operation, the BLM Buffalo Field Office (307-684-1100) shall be notified within 24 hours.
 7. Wildlife species are dynamic and new individuals may have moved into the Schoonover Road 4 POD area after the initial wildlife surveys were completed. The Record of Decision for the PRB FEIS includes a programmatic mitigation measure that states, "The companies will conduct clearance surveys for threatened and endangered or other special-concern

species at the optimum time". The measure requires companies to coordinate with the BLM before November 1 annually to review the potential for disturbance and to agree on inventory parameters. Should this project not be completed by January 15, and surface disturbance is planned for that year, a J.M. Huber company representative will coordinate with the BLM to discuss required surveys.

8. All other conservation measures and terms and conditions identified in the Powder River Basin Oil and Gas Project Biological Opinion (WY07F0075) shall be complied with.
9. If an undocumented raptor nest is located during project construction or operation, the Buffalo Field Office (307-684-1100) shall be notified within 24 hours.
10. All contractors will have a copy of the pod map and conditions of approval with them at all times.

B. Construction

1. A pre-construction field meeting shall be conducted prior to beginning any dirt work approved under this POD. The operator shall contact the BLM Authorized Officer Kathy Brus @ 307-684-1087 at least 4-days prior to beginning operations so that the meeting can be scheduled. The operator is responsible for having all contractors present (dirt contractors, drilling contractor, pipeline contractor, project oversight personnel, etc.) including the overall field operations superintendent, and for providing all contractors copies of the approved POD, project map and BLM Conditions of Approval pertinent to the work that each will be doing.
2. The operator will limit vegetation removal and the degree of surface disturbance wherever possible. Where surface disturbance cannot be avoided, all practicable measures will be utilized to minimize erosion and stabilize disturbed soils.
3. Construction and drilling activity will not be conducted using frozen or saturated soil material during periods when watershed damage or excessive rutting is likely to occur.
4. Remove all available topsoil (depths vary from 4 inches on ridges to 12+ inches in bottoms) from constructed well locations including areas of cut and fill, and stockpile at the site. Topsoil will also be salvaged for use in reclamation on all other areas of surface disturbance (roads, pipelines, etc.). Clearly segregate topsoil from excess spoil material. Any topsoil stockpiled for one year or longer will be signed and stabilized with annual ryegrass or other suitable cover crop.
5. The operator will not push soil material and overburden over side slopes or into drainages. All soil material disturbed will be placed in an area where it can be retrieved without creating additional undue surface disturbance and where it does not impede watershed and drainage flows.
6. Construct the backslope no steeper than 1½:1, and construct the foreslope no steeper than 2:1, unless otherwise directed by the BLM Authorized Officer.
7. Maintain a minimum 20-foot undisturbed vegetative border between toe-of-fill of pad and/or pit areas and the edge of adjacent drainages, unless otherwise directed by the BLM Authorized Officer.
8. With the overall objective of minimizing surface disturbance and retaining land stability and productivity, the operator shall utilize equipment that is appropriate to the scope and scale of work being done for roads and well pads (utilize equipment no larger than needed for the job).
9. To minimize electrocution potential to raptors, all overhead electrical power lines will be

constructed to Avian Power Line Interaction Committee (1996) standards and additional standards identified in the PRB FEIS Biological Opinion (Volume 3, Appendix K, page 43).

10. The operator shall utilize wheel trenchers or ditchers to construct all pipeline trenches, except where extreme topography or other environmental factors preclude their use.
11. Reserve pits will be adequately fenced during and after drilling operations until pit is reclaimed so as to effectively keep out wildlife and livestock. Adequate fencing, in lieu of more stringent requirements by the surface owner, is defined as follows:
 - Construction materials will consist of steel or wood posts. Three or four strand wire (smooth or barbed) fence or hog panel (16-foot length by 50-inch height) or plastic snow fence must be used with connectors such as fence staples, quick-connect clips, hog rings, hose clamps, twisted wire, etc. Electric fences will not be allowed.
 - Construction standards: Posts shall be firmly set in ground. If wire is used, it must be taut and evenly spaced, from ground level to top wire, to effectively keep out animals. Hog panels must be tied securely into posts and one another using fence staples, clamps, etc. Plastic snow fencing must be taut and sturdy. Fence must be at least 2-feet from edge of pit. 3 sides fenced before beginning drilling, the fourth side fenced immediately upon completion of drilling and prior to rig release. Fence must be left up and maintained in adequate condition until pit is closed.
12. The reserve pit will be oriented to prevent collection of surface runoff. After the drilling rig is removed, the operator may need to construct a trench on the uphill side of the reserve pit to divert surface drainage around it. If constructed, the trench will be left intact until the pit is closed.
13. The reserve pit will be lined with an impermeable liner if permeable subsurface material is encountered. An impermeable liner is any liner having a permeability less than 10^{-7} cm/sec. The liner will be installed so that it will not leak and will be chemically compatible with all substances that may be put in the pit. Liners made of any man-made synthetic material will be of sufficient strength and thickness to withstand normal installation and pit use. In gravelly or rocky soils, a suitable bedding material such as sand will be used prior to installing the liner.
14. The reserve pit will be constructed so that at least half of its total volume is in solid cut material (below natural ground level).
15. Culverts will be placed on channel bottoms on firm, uniform beds, which have been shaped to accept them, and aligned parallel to the channel to minimize erosion. Backfill will be thoroughly compacted.
16. The minimum diameter for culverts will be 18 inches. However, all culverts will be appropriately sized in accordance with standards in BLM Manual 9113.
17. Construction and other project-related traffic will be restricted to approved routes. Cross-country vehicle travel will not be allowed.
18. Maximum design speed on all operator-constructed and maintained roads will not exceed 25 miles per hour.
19. Pipeline construction shall not block nor change the natural course of any drainage. Pipelines shall cross perpendicular to drainages. Pipelines shall not be run parallel in drainage bottoms. Suspended pipelines shall provide adequate clearance for maximum runoff.
20. Pipeline trenches shall be compacted during backfilling. Pipeline trenches shall be routinely inspected and maintained to ensure proper settling, stabilization and reclamation.

21. During construction, emissions of particulate matter from well pad and road construction would be minimized by application of water or other non-saline dust suppressants with at least 50 percent control efficiency. Dust inhibitors (surfacing materials, non-saline dust suppressants, and water) will be used as necessary on unpaved roads that present a fugitive dust problem. The use of chemical dust suppressants on public surface will require prior approval from the BLM Authorized Officer.
22. Operators are required to obtain a National Pollution Discharge Elimination System (NPDES) Storm Water Permit from the Wyoming DEQ for any projects that disturb five or more acres (changing to one acre in March 2005). This general construction storm water permit must be obtained from WDEQ prior to any surface disturbing activities and can be obtained by following directions on the WDEQ website at <http://deq.state.wy.us>. Further information can be obtained by contacting Barb Sahl at (307) 777-7570.
23. The operator shall submit a Sundry Notice (Form 3160-5) to BLM for approval prior to construction of any new surface disturbing activities that are not specifically addressed in the approved APD or POD Surface Use Plan.
24. Weed educational material will be reviewed with operators during pre-construction on-site meetings with operators, subcontractors, and landowners and will also be attached to approved APDs and PODs.
25. Companies will contact the counties to pursue development of maintenance agreements to ensure county roads are adequately maintained for the projected increase in use.

C. Operations/Maintenance

1. The operator shall complete coal bed natural gas wells (case, cement and under ream) as soon as possible, but no later than 30 days after drilling operations, unless an extension is given by the BLM Authorized Officer.
2. If in the process of air drilling the wells there is a need to utilize mud, all circulating fluids will be contained either in an approved pit or in an aboveground containment tank. The pit or containment tank will be large enough to safely contain the capacity of all expected fluids without danger of overflow. Fluid and cuttings will not be squeezed out of the pit, and the pit will be reclaimed in an expedient manner.
3. Confine all equipment and vehicles to the access road(s), pad(s), and area(s) specified in the approved APD or POD.
4. All waste, other than human waste and drilling fluids, will be contained in a portable trash cage. This waste will be transported to a State approved waste disposal site immediately upon completion of drilling operations. No trash or empty barrels will be placed in the reserve pit or buried on location. All state and local laws and regulations pertaining to disposal of human and solid waste will be complied with.
5. Rat and mouse holes shall be filled and compacted from the bottom to the top immediately upon release of the drilling rig from the location.
6. The operator will be responsible for prevention and control of noxious weeds and weeds of concern on all areas of surface disturbance associated with this project (well locations, roads, water management facilities, etc.) Use of pesticides shall comply with the applicable Federal and State laws. Pesticides shall be used only in accordance with their registered uses and within limitations imposed by the Secretary of Interior. Prior to the use of pesticides on public land, the holder shall obtain from the BLM authorized officer written approval of a plan showing the type and quantity of material to be used, pest(s) to be controlled, method of application, location of storage and disposal of containers, and any other information deemed

necessary by the authorized officer to such use.

7. Sewage shall be placed in a self-contained, chemically treated porta-potty on location.
8. The operator and their contractors shall ensure that all use, production, storage, transport and disposal of hazardous and extremely hazardous materials associated with the drilling, completion and production of these wells will be in accordance with all applicable existing or hereafter promulgated federal, state and local government rules, regulations and guidelines. All project-related activities involving hazardous materials will be conducted in a manner to minimize potential environmental impacts. In accordance with OSHA requirements, a file will be maintained onsite containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds and/or substances which are used in the course of construction, drilling, completion and production operations.
9. Produced fluids shall be put in test tanks on location during completion work. Produced water will be put in the reserve pit during completion work per Onshore Order #7.
10. The only fluids/waste materials which are authorized to go into the reserve pit are RCRA exempt exploration and production wastes. These include:

- drilling muds & cuttings
- rigwash
- excess cement and certain completion & stimulation fluids defined by EPA as exempt

It does not include drilling rig waste, such as:

- spent hydraulic fluids
- used engine oil
- used oil filter
- empty cement, drilling mud, or other product sacks
- empty paint, pipe dope, chemical or other product containers
- excess chemicals or chemical rinsate

Any evidence of non-exempt wastes being put into the reserve pit may result in the BLM Authorized Officer requiring specific testing and closure requirements.

11. Reserve pits will be closed as soon as possible, but no later than 90 days from time of drilling/well completion, unless the BLM Authorized Officer gives an extension. Squeezing of pit fluids and cuttings is prohibited. Pits must be dry of fluids or they must be removed via vac-truck or other environmentally acceptable method prior to backfilling, re-contouring and replacement of topsoil. Mud and cuttings left in pit must be buried at least 3-feet below re-contoured grade. The operator will be responsible for re-contouring any subsidence areas that develop from closing a pit before it is sufficiently dry.
12. Operators are advised that prior to installation of any oil and gas well production equipment which has the potential to emit air contaminants, the owner or operator of the equipment must notify the Wyoming Department of Environmental Quality, Air Quality Division (phone 307-777-7391) to determine permit requirements. Examples of pertinent well production equipment include fuel-fired equipment (e.g., diesel generators), separators, storage tanks, engines and dehydrators.
13. If this well is drilled during the fire season (June-October), the operator shall institute all necessary precautions to ensure that fire hazard is minimized, including but not limited to mowing vegetation on the access route(s) and well location(s), keeping fire fighting equipment readily available when drilling, etc.

D. Dry Hole/Reclamation

1. All disturbed lands associated with this project, including the pipelines, access roads, water management facilities, etc will be expediently reclaimed and reseeded in accordance with the surface use plan and any pertinent site-specific COAs.
2. Disturbed lands will be re-contoured back to conform with existing undisturbed topography. No depressions will be left that trap water or form ponds.
3. The fluids and mud must be dry in the reserve pit before re-contouring pit area. The operator will be responsible for re-contouring of any subsidence areas that develop from closing a pit before it is completely dry. The plastic pit liner (if any) will be cut off below grade and properly disposed of at a state authorized landfill before beginning to re-contour the site.
4. Before the location has been reshaped and prior to redistributing the topsoil, the operator will rip or scarify the drilling platform and access road on the contour, to a depth of at least 12 inches. The rippers are to be no farther than 24 inches apart.
5. Distribute the topsoil evenly over the entire location and other disturbed areas. Prepare the seedbed by disking to a depth of 4-to-6 inches following the contour.
6. Phased reclamation plans will be submitted to BLM for approval prior to individual POD facility abandonment via a Notice of Intent (NOI) Sundry Notice. Individual facilities, such as well locations, pipelines, discharge points, impoundments, etc. need to be addressed in these plans as they are no longer needed. Individual items that will need to be addressed in reclamation plans include:
 - Pit closure (Close ASAP after suitably dry, but no later than 90 days from time of drilling unless an extension is given by BLM Authorized Officer.) BLM may require closure prior to 90 days in some cases due to land use or environmental concerns.
 - Configuration of reshaped topography, drainage systems, and other surface manipulations
 - Waste disposal
 - Revegetation methods, including specific seed mix (pounds pure live seed/acre) and soil treatments (seedbed preparation, fertilization, mulching, etc.). On private surface, the landowner should be consulted for the specific seed mix.
 - Other practices that will be used to reclaim and stabilize all disturbed areas, such as water bars, erosion fabric, hydro-mulching, etc.
 - An estimate of the timetables for beginning and completing various reclamation operations relative to weather and local land uses.
 - Methods and measures that will be used to control noxious weeds, addressing both ingress and egress to the individual well or POD.
 - Decommissioning/removal of all surface facilities
 - Closure and reclamation of areas utilized or impacted by produced CBM water, including discharge points, reservoirs, off-channel pits, land application areas, livestock/wildlife watering facilities, surface discharge stream channels, etc
7. BLM will not release the performance bond until all disturbed areas associated with the APD/POD have been successfully revegetated (evaluation will be made after the second complete growing season) and has met all other reclamation goals of the surface owner and surface management agency.
8. A Notice of Intent to Abandon and a Subsequent Report of Abandonment must be submitted for abandonment approval.

9. For performance bond release approval, a Final Abandonment Notice (with a surface owner release letter on split-estate) must be submitted prior to a final abandonment evaluation by BLM.
10. Soil fertility testing and the addition of soil amendments may be required to stabilize some disturbed lands.
11. Any mulch utilized for reclamation needs to be certified weed free.
12. Waterbars are to be constructed at least one (1) foot deep, on the contour with approximately two (2) feet of drop per 100 feet of waterbar to ensure drainage, and extended into established vegetation. All waterbars are to be constructed with the berm on the downhill side to prevent the soft material from silting in the trench. The initial waterbar should be constructed at the top of the backslope. Subsequent waterbars should follow the following general spacing guidelines:

Slope (percent)	Spacing Interval (feet)
< 2	200
2 - 4	100
4 - 5	75
> 5	50

E. Producing Well

1. Landscape those areas not required for production to the surrounding topography as soon as possible. The fluids and mud must be dry in the reserve pit before re-contouring pit area. The operator will be responsible for re-contouring and reseeding of any subsidence areas that develop from closing a pit before it is completely dry.
2. Reduce the backslope to 2:1 and the foreslope to 3:1, unless otherwise directed by the BLM Authorized Officer. Reduce slopes by pulling fill material up from foreslope into the toe of cut slopes.
3. Production facilities (including dikes) must be placed on the cut portion of the location and a minimum of 15 feet from the toe of the back cut unless otherwise approved by the BLM Authorized Officer.
4. Any spilled or leaked oil, produced water or treatment chemicals must be reported in accordance with NTL-3A and immediately cleaned up in accordance with BLM requirements. This includes clean-up and proper disposition of soils contaminated as a result of such spills/leaks.
5. Distribute stockpiled topsoil evenly over those areas not required for production and reseed as recommended.
6. Upgrade and maintain access roads and drainage control (e.g., culverts, drainage dips, ditching, crowning, surfacing, etc.) as necessary and as directed by the BLM Authorized Officer to prevent soil erosion and accommodate safe, environmentally-sound access.
7. Prior to construction of production facilities not specifically addressed in the APD/POD, the operator shall submit a Sundry Notice to the BLM Authorized Officer for approval.
8. If not already required prior to constructing and drilling the well location, the operator shall immediately upgrade the entire access road to BLM standards (including topsoiling, crowning, ditching, drainage culverts, surfacing, etc.) to ensure safe, environmentally-sound, year-round access. This requirement does not supercede or apply where specific road requirements are addressed in the APD/POD surface use plan (e.g., two track road, spot

upgrade, etc.)

9. Waterbars shall be installed on all reclaimed pipeline corridors per the guidelines in D #12.