Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135

Expires:	March	31,	1993

()		Expires: March 31, 1993
SUNDRY NOTICE Do not use this form for proposals to	S AND REPORTS ON WELLS drill or to deepen or reentry to a different reservo FOR PERMIT" for such proposals	5. Lease Designation and Serial No. NMNM-98122 6. If Indian, Alottee or Tribe Name N/A
SUBI	IIT IN TRIPLICATE RECEIVED	7. If Unit or CA, Agreement Designation 29742
1. Type of Well: OIL GAS WELL	▼ OTHER FEB 2 3 2005	8. Well Name and Number SKELLY UNIT
Name of Operator CHEVRON USA IN	C COD-ARTERIO	952
3. Address and Telephone No. 15 SMITH RD, MIC		9. API Well No. 30-015-32895
4. Location of Well (Footage, Sec., T., R., M., or Survey Unit Letter D: 990' Feet From T	he NORTH Line and 990' Feet From	10. Field and Pool, Exploaratory Area HENSHAW; WOLFCAMP, SE (OIL) *******
WEST Line Section 21	Township 17-S Range 31-E	11. County or Parish, State EDDY , NM
12. Check Appropriate	Box(s) To Indicate Nature of Notice	e, Report, or Other Data
TYPE OF SUBMISSION		TYPE OF ACTION
✓ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Atlering Casing ✓ OTHER: CONVERT	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection TO SWD Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)
13. Describe Proposed or Completed Operations (Clea	rly state all pertinent details, and give pertinent dates, inc	cluding estimated date of starting any proposed work. If well is

PLEASE REFERENCE ATTACHED APPROVED COPY TO DISPOSE WATER ON THE SUBJECT WELL. ATTACHED 3160-5 WAS APPROVED ON 2-11-05.

14. I hereby centify that the foregoing is true and orned:

SIGNATURE

Denise Pinkerton

TITLE Regulatory Specialist

TYPE OR PRINT NAME

Denise Pinkerton

TITLE

DATE

DATE

TITLE

TITLE

TITLE

DATE

TITLE

DATE

TITLE

TITL

^{13.} Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*.

Form 3160-5 (June 1990)

OPERATOR'S CLIPY UNITED STATES

DEPARTMENT OF THE INTERIOR

FORM APPROVED

Budget Bureau No. 1004-0135

BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMNM-98122 Do not use this form for proposals to drill or deepen or reentry to a different reservior. 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT-" for such proposals N/A SUBMIT IN TRIPLICATE 7. If Unit or CA, Agreement Designation RECEIVED 29742 1. Type of well 8. Well Name and No. ₽oii X Other Gas FEB 2 3 2005 Skelly Unit 952 2. Name of Operator WUM ARTERIO Chevron USA Inc. 9. API Well No. 30-015-32895 3. Address and Telephone No. 15 Smith Rd., MIDLAND, TX 79705 Attn: Michael Jackson (432) 687-7575 10. Field and Pool, or Exploratory Area HENSHAW, WOLFCAMP, SE(OIL) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Section 21, T17S - R31E, 990' from North Line, 990' from West Line 11. County or Parish, State Section 22, T17S - R31E Eddy County, NM CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Abandonment Change of Plans X New Construction Recompletion Plugging Back Non-Routine Fracturing Subsequent Report Casing Repair Water Shut-Off Altering Casing Conversion to Injection Final Abandonment Notice X Dispose Water Other Note: Report results of multiple completion on Well 13. Decribe Proposed or Completed Operations (Clearly state all pertinent details, and give perlinent dates, including estimate date of starting any proposed work. If well is directionally drilled. give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Chevron USA Inc. submits for your approval the installation of a 4" polyethylene gathering line from the Skelly Unit Central Tank Battery and the Skelly Unit #940 Battery to the Skelly Unit #952 salt water disposal station. The beginning points for the gathering line are: (1) in Section 22 at the Skelly Unit #940 battery and crosses into Section 21 and continues to the Skelly Unit #952 facility as shown on the attached plats, (2)in Section 21 at the Skelly Unit Central Tank battery to the Skelly Unit #952 facility as shown on the attached plats. The pipeline will be installed on the surface and buried at any road crossings to a depth of 18" inside of steel conduit. The maximum operating pressure of this pipeline will be 100 psig and will transport produced water from the Skelly Unit #940 Battery and the Skelly Unit Central Tank Battery to the water disposal facility. The archaeological report for this project was prepared by Mesa Field Services and the report numbers are MFS-1111. MFS-1104. The new pipeline will be located within the surveyed corridor and will not disturb additional surface.

14. I hereby certify that the forgoing is true and correct Signed MW L	Title	Facilities Engineer	Date	January 6, 2005
(This space for Federal or State office use) Approved by Fary J. Hence Conditions of approval, if any:	Title_	Full Mgr	Date_	2-11-05
Title 18 U.S.C. Section 1001, makes it a crime for any person knowing	ngly and will	fully to make to any department or agency of the U	nited States any false, fictiti	ous or fraudulent statements

or representations as to any matter within its jurisdiction

1. (For BLM Use) BLM Report No.						er: 91238
	Accepted () Re	jected ()		$oldsymbol{\perp}$		
4. Type of Report:	Negative (X)		Positive ()		
5. Title of Report: A Cultural Reso Unit No. 952 Well		line to Serve the S	Skelly 6	5. F	ieldwork Date(s): D	ecember 17, 2004
Author(s): Theresa Straight			7	'. R	deport Date: Januar	y 3, 2005
8. Consultant Name/Address: Me	sa Field Services		وا	, c	ultural Resource P	ermit No.: 153-2920-03-N
Direct Charge: Sean Simpson						
Field Personnel Names: Sean Sim	pson and Jimmy Wilco	×				<u>.</u> -
Address: P.O. Box 3072 Carlsbad, New Mexico 883	221-3072		1	10.	Consultant Report	No.: MFS-1104
Phone (505) 628-8885						
11. Customer Name: ChevronTexa	ico					
Responsible Individual: Larry Ride	nour		12. Custor	mer	Pro je ct No.:	
Address: HCR Box 423 Lovington, NM 88260						
Phone: (505) 396-4414						
13. Land Status	BLM	State	Private	Other		Total
a. Area Surveyed (acres)	8.27					8.27
b. Area of Effect (acres)	4.14					4.14
14. Linear Length 3,603.7 ft Width 100 ft Block Length N/A Width N/A						
15. Location (Map[s] Attached):						
a. State: New Mexico						
b. County: Eddy County						
c. BLM Office: Carlsbad Field	Office					
d. Nearest City or Town: Loco	Hills, NM					
e. Legal Description: T17S, R anchored	31E, Section 21: W½ N 1 in the SW corner)	1W¼, SE¼ NW¼,	SW¼ NE¼, I	NW	% SE% (irregular se	ction, template
f. Well Pad Footages: N/A						
g. USGS 7.5' Map Name(s), D					Edition 1985 (32103 Edition 1985 (32103-	
16. Project Data:	——————————————————————————————————————					
a. Records Search: Date(s)	of BLM File Review: I	November 29, 200	4 Name of F	Rev	riewer(s): Sean Sim	pson

Date(s) of ARMS Data Review November 30, 2004 Name of Reviewer(s): Theresa Straight

Findings (see Field Office requirements to determine area to be reviewed during records search): One previously recorded site, LA 48795, is within 0.25 mile of the project area but further than 500 ft.

- b. Description of Undertaking: ChevronTexaco plans to build a pipeline to the Skelly Unit No. 952 well pad. The pipeline begins at an existing tank battery and travels 3,603.7 ft north and west to the well location. A 100 ft wide corridor was surveyed along the proposed pipeline to ensure the protection of cultural resources. The project totals 8.27 acres on land owned and administered by the BLM-CFO.
- c. Environmental Setting (NRCS soil designation; vegetative community; elevation; etc.): The project area is located 5 miles east of Loco Hills, NM. The terrain slopes to the northwest at a grade of 4.5 percent. Soils are of the Limestone rock land-Ector association as defined by the Soil Conservation Service of the U.S. Department of Agriculture. Local vegetation is typical of Chihuahuan Desert Scrub and includes scrub oak, narrow leaf yucca, noxious weeds, grasses, mesquite, and sunflower. Due to the vegetative cover, ground surface visibility averaged 75 percent at the time of the survey.

Meteorological data was obtained for Maljamar from the Western Regional Climate Center online database. From 1942 to 2000, Maljamar received an annual precipitation of 14.37 inches. July through September were the wettest months while January through March was the driest. During the same time, Maljamr had an average annual high temperature of 76.4 degrees Fahrenheit and an average annual low temperature of 44.7 degrees Fahrenheit. January was the coldest month with an average high of 56.1 degrees Fahrenheit, while July was the warmest with an average high temperature of 94.3 degrees Fahrenheit.

- d. Field Methods (transect intervals; crew size; time in field; etc.): A crew of two spent 1.5 hours surveying the project area. A 15 m wide transect was used.
- e. Artifacts Collected?: None
- 17. Cultural Resource Findings: One isolated manifestation (IM) was encountered and documented in the project area.
 - a. Location/Identification of Each Resource: The IM consists of one flake and two pieces of fire-cracked rock. The flake is made of petrified wood and has a cortical platform with no dorsal cortex. A trowel test was conducted near the fire-cracked rock with negative results (Zone 13: E 605006/ N 3631807).
 - b. Evaluation of Significance of Each Resource: The IM is not eligible for nomination to the National Register of Historic Places
- 18. Management Summary (Recommendations): Because no significant cultural material was encountered during the survey, archaeological clearance is recommended for the project as staked. If any additional cultural material is encountered during construction activities, work at that location should stop and archaeologists with the BLM-CFO should be notified.

19.

I certify the information provided above is correct and accurate and meets all applicable BLM standards.

Responsible Archaeologist

Signature

Date

THE ABOVE COMPLETES A NEGATIVE REPORT. IF ELIGIBLE OR POTENTIALLY ELIGIBLE PROPERTIES ARE INVOLEVED, THE ABOVE WILL BE THE TITLE PAGE AND ABSTRACT FOR A COMPLETE REPORT.



Figure 1. Project Area Map

SECTION 21, TOWNSHIP 17 SOUTH, RANGE 31 EAST, N.M.P.M., NEW MEXICO. EDDY COUNTY. 1/4 COR. GLO 9.C. "1916" N89'35'08"E - 2540.4" GLO B.C. 17 | 16 N89'37'30"E - 2541.3" 20 548'42'06'E 1547.5' (T:E) 2640.9 26+35 25+39 25+25 24+77 24-48 SKELLY UNIT #952 DUKE BPL 3 -POLY F/L U.S.A. 22+17 NOO.19.20 W T€ SURVEY PNM BFL P. 77'51'12" RT 3"-POLY F/L DUKE BPL 4-W ELEC, LN 22+15 22+15 21+76.5 16+43 14+34 9+38 8+70.3 7+89 6+58 6+33 N11'43'19"W 1425.2 DUKE BPL 4-W FLEC. LN. PL 40'08'20" LT DUKE BPL 3"-POLY F/L C.L. CALICHE RD. PL 48'32'43" LT. MULTIPLE F/L's 4"-STL. F/L N89°34'31"W 1/4 COR. 1/2" STL. ROD N49 26 29 W P.I. 84'46'24" RT. P.I. 89'51'57" RT. MACK H₂O BPL 2+30.6 0-28.4 0+16 NO0'53'46"W 500.20 4-W B/W FENCE BEGIN SURVEY & EXIST CHEVRON TANK BATTERY G+08 N85'40'10"W 202.2 2640.8 1 10.₩ ò Š GLO B.C. 20 "1916" 20 21 22 GLO B.C.

DESCRIPTION

1/4 COR.

GLO B.C. "1916"

A STRIP OF LAND 50.0 FEET WIDE AND 3603.7 FEET OR 0.683 MILES IN LENGTH CROSSING USA LAND IN SECTION 21, TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM, EDDY COUNTY, NEW MEXICO AND BEING 25.0 FEET LEFT AND 25.0 FEET RIGHT OF THE ABOVE CENTERLINE.

S89"35"51"W - 2541.4"

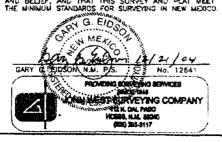
NOTE: BEARINGS SHOWN HEREON ARE MERCATOR GRID AND CONFORM TO THE NEW MEXICO COORDINATE SYSTEM "NEW MEXICO EAST ZONE" NORTH AMERICAN DATUM 1983. DISTANCES ARE SURFACE VALUES.

29 28

S89"35'59"W - 2642.0'

,.

I HEREBY CERTIFY THAT I DIRECTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLET, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO



1000	c	1000	2000 FEET
	Sccle:1"=	=100C'	

28 | 27 "1916"

CHEVRON, INC.

SURVEY A PIPELINE IN SECTION 21, TOWNSHIP 17 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO

Survey Date: 12/9/04	Sheet 1 of 1 Sheets
W.C. Number: 04,11,1656	Drawn By: J. RIVERO
Date: 10/17/04 DISK:C9#10	04111656

1. (For BLM Use) BLM Report No.	2. (For BLM Use) Reviewer's Initials/Date Accepted () Rejected ()				3. NMCRIS Number: 91241			
4. Type of Report:	Negative (X)	1	Positive (····	L			
Title of Report: A Cultural Reso Unit No. 940 and the Skelly Unit No.	urce Survey for a Pipe	line Between the		6. i	Fieldwork Date(s):	December 17, 2004		
Author(s): Theresa Straight				7. I	Report Date: Janua	ry 4, 2005		
8. Consultant Name/Address: Mes	sa Field Services	<u></u>		9. (Cultural Resource	Permit No.: 153-2920-03-N		
Direct Charge: Sean Simpson			:					
Field Personnel Names: Sean Sim	pson and Jimmy Wilco	x	:			 		
Address: P.O. Box 3072 Carlsbad, New Mexico 882	221-3072		:	10.	Consultant Repor	t No.: MFS-1111		
Phone (505) 628-8885								
11. Customer Name: ChevronTexa Responsible Individual: Larry Ride Address: HCR Box 423 Lovington, NM 88260			12. Cus	tome	r Pro je ct No.:			
Phone: (505) 396-4414								
13. Land Status	BLM	State	Private		Other	Total		
a. Area Surveyed (acres)	10.99					10.99		
b. Area of Effect (acres)	5.5					5.5		
		Width 100 ft Width N/A						
15. Location (Map[s] Attached):								
a. State: New Mexico								
b. County: Eddy County								
c. BLM Office: Carlsbad Field (Office							
d. Nearest City or Town: Loco	Hills, NM							
e. Legal Description: T17S, R	31E, Section 21: N½ N Section 22: NW½		(irregular sed	tion,	template anchored i	n the SW corner)		
f. Well Pad Footages: N/A								
g. USGS 7.5' Map Name(s), Da					Edition 1985 (32103 Edition 1985 (32103			
16. Project Data: a. Records Search: Date(s)	of BLM File Review:	November 29, 20	004 N ame o	of Rev	viewer(s): Sean Sin	npson		

Date(s) of ARMS Data Review November 30, 2004 Name of Reviewer(s): Theresa Straight

Findings (see Field Office requirements to determine area to be reviewed during records search): Six previously recorded sites (LA 48795, LA 71552, LA 100739, LA 114281, LA 122900, and LA 140827) are within 0.25 mile of the project area. Two of these sites, LA 100739 and LA 140827, are within 500 ft but will not be impacted.

- b. Description of Undertaking: ChevronTexaco plans to build a pipeline between the Skelly Unit No. 952 well and the Skelly Unit 940 well. The pipeline begins at the Skelly Unit No. 940 well and travels 4,788.5 ft west to the Skelly Unit No. 952 well. A 100 ft wide corridor was surveyed along the proposed pipeline to ensure the protection of cultural resources. The project totals 10.99 acres on land owned and administered by the BLM-CFO.
- c. Environmental Setting (NRCS soil designation; vegetative community; elevation; etc.): The project area is located 5 miles east of Loco Hills, NM. The terrain slopes to the northwest at a grade of 4.5 percent. Soils are of the Limestone rock land-Ector association as defined by the Soil Conservation Service of the U.S. Department of Agriculture. Local vegetation is typical of Chihuahuan Desert Scrub and includes scrub oak, narrow leaf yucca, noxious weeds, grasses, mesquite, and sunflower. Due to the vegetative cover, ground surface visibility averaged 75 percent at the time of the survey.

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- d. Field Methods (transect intervals; crew size; time in field; etc.): A crew of two spent 1.5 hours surveying the project area. A 15 m wide transect was used.
- e. Artifacts Collected?: None
- 17. Cultural Resource Findings; No cultural material was encountered in the project area.
 - a. Location/identification of Each Resource: N/A
 - b. Evaluation of Significance of Each Resource: N/A
- 18. Management Summary (Recommendations): Because no cultural material was encountered during the survey, archaeological clearance is recommended for the project as staked. If any cultural material is encountered during construction activities, work at that location should stop and archaeologists with the BLM-CFO should be notified.

19.

I certify the information provided above is correct and accurate and meets all applicable BLM standards.

Responsible Archaeologist

Signature

Date

THE ABOVE COMPLETES A NEGATIVE REPORT. IF ELIGIBLE OR POTENTIALLY ELIGIBLE PROPERTIES ARE INVOLEVED, THE ABOVE WILL BE THE TITLE PAGE AND ABSTRACT FOR A COMPLETE REPORT.

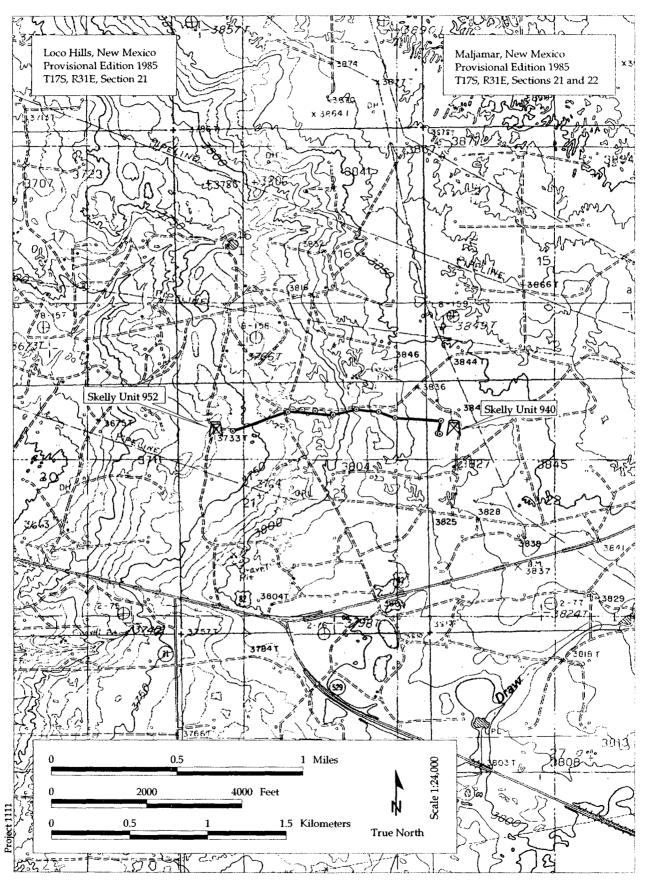


Figure 1. Project Area Map

Mesa Field Services

SECTION 21, TOWNSHIP 17 SOUTH, RANGE 31 EAST, N.M.P.M., NEW MEXICO. EDDY COUNTY. 1/4 COR. GLO B.C. "1916" 1/21 STL. ROD 1/4 003. GLO B.C. "1916" 3LO B.C. 17 | 16 16 | 15 NB9"26"42"E N89"35"08"E - 2640.4" N89'37'30"E - 2641.3 2639.3 22 N85'C3'12'W S10'34'C7"E 359.9 363.5 & SURVEY! 1095.9 (TIE) 2640.9 SKELLY UNIT #952 N84'50'34 W 476.8 N SKELLY UNIT #940 N17 19,20,W N73'43'25"W 458.1 1215.8 ģ EXIST E.O.S. © EXIST PAD OF SKULY JUNI #95 OLI. CAUCHE RO. 37-POLY F/L C.L. CAUCHE RO. 57-STL. CAUCHE RO. C.L. CAUCHE RO. C.L. CAUCHE RO. P.L. 15:05/29" U. P.L. 15:35/29" U. P.L. 15:35/29" U. CAUCHE RO. C.L. CAUCHE RO. P.L. 15:346" RI. 27:37. P.L. 15:346" RI. 27:37. P.L. 15:346" RI. 27:37. P.L. 15:346" RI. 27:37. P.L. 15:346" RI. 27:346" RI. MACK BPL

P.J. 10211142", I.T.
MACK H₂O BPL
RUKRED ELEC, LN,
P.L. 90'59'55", R.J.
4-W BY FENCE
BIGEN SURVEY @ E'
SKELLY #940
TANK BATTERY 1/4 COR. 1/2" STL. ROD SEC. S: Z 5+48.7 3+11 +2-0+21 0+33 3153 W00.19,10"W 4490.2 S00'20'26"E U.S.A. U.S.A. GLO B.C. 20 21 21 22 \$89'35'51"W - 2641.4" "1916" \$89°36'55"W - 2642.0" 29 28 1/4 COR. 28 27 GLO B.C. "1916" GLC B.C. "1916"

DESCRIPTION

A STRIP OF LAND 50.0 FEST WIDE AND 4788.5 FEET OR 0.907 MILES IN LENGTH CROSSING USA LAND IN SECTIONS 21 & 22, TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM, EDDY COUNTY, NEW MEXICO AND BEING 25.0 FEET LEFT AND 25.0 FEET RIGHT OF THE ABOVE CENTERLINE.

NOTE: BEARINGS SHOWN HEREON ARE MERCATOR GRID AND CONFORM TO THE NEW MEXICO COORDINATE SYSTEM "NEW MEXICO EAST ZONE" NORTH AMERICAN DATUM 1983. DISTANCES ARE SURFACE VALUES.

I HEREBY CERTIFY THAT I DIRECTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEDICO.



1000	¢	1000	2000 FEET	
Scale: 1 "= 1000"				

CHEVRON, INC.

SURVEY A PIPELINE CROSSING SECTIONS 21 & 22, TOWNSHIP 17 SOUTH, RANGE 31 EAST. N.M.P.M., EDDY COUNTY, NEW MEXICO

Survey Date: 12/11/04	Sheet	1		ρť	1	Sheets
W.O. Number: 04.11.1657	Drawn	By:	J.	RIVE	RO	
Date: 10/17/04 DISK:CD#10	0411	1165	7	\prod		

Degre

BLM Serial Number NM-98122

Company Reference Chevron USA, Inc.

Well No. & Name SKelly Unit Central battery &

#940 battery SWD Lines

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
- a. Activities of the holder including, but not limited to construction, operation, maintenance, and termination of the facility.
- b. Activities of other parties including, but not limited to:
 - (1) Land clearing.
 - (2) Earth-disturbing and earth-moving work.

- (3) Blasting.
- (4) Vandalism and sabotage.
- c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

- 5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any responsibility as provided herein.
- 6. All construction and maintenance activity will be confined to the authorized right-of-way width of ____25___ feet.
- 7. No blading or clearing of any vegetation will be allowed unless approved in writing by the Authorized Officer.
- 8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline will be "snaked" around hummocks and dunes rather then suspended across these features.
- 9. The pipeline shall be buried with a minimum of 24 inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.
- 10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" Carlsbad Canyon, Munsell Soil Color No. 2.5Y 6/2 (formerly Sandstone Brown); designated by the Rocky Mountain Five State Interagency Committee.
- 13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his hehalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.
- 16. Special Stipulations: See attached timing Limitation stipulations
 for Lesser Prairie Chicken

PRAIRIE CHICKENS

No surface use is allowed during the following time periods; unless otherwise specified, this stipulation does not apply to operation and maintenance of production facilities.

On the lands described below:

1. 175, R. 318 Sec. 21822: All

For the purpose of: Protecting Prairie Chickens:

Drilling for oil and gas, and 3-D geophysical exploration operations will not be allowed in Lesser Prairie Chicken Habitat during the period of March 15 through June 15, each year. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 a.m. and 9:00 a.m. The 3:00a.m. and 9:00a.m. restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during the period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on exixting roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not toexceed 75 db measured at 30 feet from the source of the noise.