State of California Natural Resources Agency / Department of Conservation DIVISION OF OIL, GAS AND GEOTHERMAL RESOURCES

California Environmental Quality Act Notice of Exemption

To: Office of Planning & Research

State Clearinghouse

1400 Tenth Street, Room 113 Sacramento, CA 95814

From: Department of Conservation

Division of Oil, Gas & Geothermal Resources

801 K Street, MS 18-05 Sacramento, CA 95814

Contact: Larry Kleinecke, (916) 445-9686

Project Title:

OG Berry 14 Wells 8012019

Project Applicant:

Berry Petroleum Company, LLC

Project Location:

Midway-Sunset Oil Field

County: Kern Section:

Township: 31S Range/Baseline:

/ MD B&M 22E

Latitude/Longitude: 35.253669, -119.578721

Project Description:

The proposed project consists of drilling 14 new wells in the Midway-Sunset Oil Field in Kern County. The surface and mineral rights are owned by the U.S. Bureau of Land Management (BLM). DOGGR notified BLM of the permits.

| API# | Well Name | API# | Well Name |
|------------|--------------------|------------|--------------------|
| 0403066612 | Southwestern 58-61 | 0403066614 | Southwestern 57-60 |
| 0403066618 | Southwestern 58-63 | 0403066615 | Southwestern 62-63 |
| 0403066625 | Southwestern 61-60 | 0403066617 | Southwestern 59-62 |
| 0403066613 | Southwestern 56-61 | 0403066619 | Southwestern 61-58 |
| 0403066620 | Southwestern 57-62 | 0403066621 | Southwestern 60-61 |
| 0403066622 | Southwestern 60-63 | 0403066623 | Southwestern 61-62 |
| 0403066624 | Southwestern 62-59 | 0403066616 | Southwestern 61-60 |

Details on well locations can be found on the Division's website at: http://www.conservation.ca.gov/dog/Pages/Wellfinder.aspx

Exempt Status:

As the Lead Agency, the Division of Oil, Gas, and Geothermal Resources (Division), has determined that the proposed project is exempt from further environmental review requirements of the California Environmental Quality Act (CEQA), pursuant to the specified exemptions marked in the section below. The Division further finds that the proposed project would not result in a significant adverse impact on the environment, or that any of the exceptions to the exemptions apply (14 CCR 15300.2).

| | | Exemption Type | Statute (PRC) | Regulation (14 | CCR) | | |
|--|-------------------------|---|--|------------------|--------|--|--|
| Ø | ☑ Statutory Exemption: | | | | | | |
| | | Ongoing Project (pre-CEQA. Approval prior to April 5, 1973) | 21169 | 15261 (b) | | | |
| | | Ministerial | 21080 (b)(1) | 15268 | | | |
| | | Declared Emergency | 21080 (b)(3) | 15269 (a) | | | |
| | | Emergency Projects | 21080 (b)(4) | 15269 (b) or (c) | | | |
| ☑ Categorical Exemption: | | 21084 | | | | | |
| | ☑ ` | Class 1: Existing Facilities | | 15301 | 1684.1 | | |
| | | Class 3: New Construction/Conversion of Small Structures | | 15303 | | | |
| | $\overline{\mathbf{A}}$ | Class 4: Minor Alterations to Land | | 15304 | 1684.2 | | |
| | | Class 6: Information Collection | | 15306 | | | |
| | | Class 7: Protection of Natural Resources | | 15307 | | | |
| and the same of th | | Class 6: Information Collection | | 15306 | | | |
| | | Class 8: Protection of the Environment | | 15308 | | | |
| | | Class 11: Accessory Structures | 9 | 15311 | | | |
| *** | | Class 21: Enforcement Actions to revoke a permit | | 15321 | | | |
| | | Class 30: Minor Actions to Prevent, Minimize, Stabilize, | To the state of th | | | | |
| | | Mitigate, or Eliminate a Release (Actual or Threat) of | | 15330 | | | |
| | | Hazardous Substances (Waste or Material) | | | | | |
| | | Class 33: Small Habitat Restoration Projects | *************************************** | 15333 | | | |
| ☐ General Exemption ("common sense") | | - | 15061 (b)(3) | | | | |
| □ Not a "Project" subject to CEQA | | | | 15378 (b)(2) | | | |

<u>CEQA Exceptions to the Exemptions (14 CCR 15300.2)</u>: where project is located (e.g. sensitive environment); Cumulative Impact; Significant Effect due to Unusual Circumstances; Scenic Highways; Hazardous Waste Sites; Historical Resources.

Reasons Why Project is Exempt:

The basis for the Division's determination that the project is exempt from the requirements of CEQA is provided in the brief explanation below.

15261(b) - Ongoing Project: The Division has determined that the project is statutorily exempt under the Ongoing Project (14 CCR 15261(b) exemption per the CEQA Guidelines because the Division identified the Midway-Sunset oil field and issued permits in this oil field pre-CEQA (before April 5, 1973). New permits issued in this developed area of the Midway-Sunset oil field are considered part of an ongoing project and exempt from further CEQA reviews.

Class 1 – Existing Facility: The Division has determined that the project is categorically exempt from CEQA under the "Class 1" (14 CCR § 15301) exemption per the CEQA Guidelines and per DOGGR's regulations (14 CCR § 1684.1) because the wells will be installed within an existing oil field and involves no expansion of use of the oil field.

Class 4 – Minor Alterations to Land: The Division has determined that the project is categorically exempt from CEQA under the "Class 4" (14 CCR 15304) exemption per the CEQA Guidelines because the project involves the minor alteration of the condition of land and/or vegetation within a densely developed oil field and does not require the removal of healthy, mature scenic trees.

Exceptions to Exemptions: The Division further finds that there are no exceptions to the otherwise-applicable categorical exemptions (PRC §21084; 14 CCR 15300.2(c)). There is no substantial evidence that there are any "unusual circumstances" associated with the proposed project that creates a reasonable possibility that the activity will have a significant effect on the environment and that there are no significant "cumulative impacts" resulting from successive projects of the same type in the same place. Therefore, this project is not subject to CEQA.

A copy of this NOE (as required by 14 CCR 15062(a)) and all other related materials are available for public inspection at the Division of Oil, Gas & Geothermal Resources/CEQA Unit, located at 801 K Street, 14th floor, Sacramento, CA 95812; or an electronic copy of these documents may be accessed online at: http://www.conservation.ca.gov/dog/CEQA.

Date: 8/1/2019

Certified:

Division of Oil, Gas, and Geothermal Resources

CEQA 'Unit