## **Department of Natural Resources**



DIVISION OF OIL AND GAS

550 W. 7<sup>th</sup> Avenue Suite 1100 Anchorage, Alaska 99501-3560 Main: 907.269.8800 Fax: 907.269.8939

July 11, 2018

Jessika Gonzalez Permitting Coordinator ConocoPhillips Alaska, Inc. PO Box 100360 Anchorage, AK 99501

# **RE:** LONS 97-007, ConocoPhillips Alaska, Inc., Colville River Unit, CD-1 Jet A Fuel Storage Tank Replacement, Unit Plan of Operations Amendment Decision.

Dear Ms. Gonzalez:

The Alaska Department of Natural Resources, Division of Oil and Gas (Division), in accordance with Alaska Statute 38.05 and Alaska Oil and Gas Leasing Regulations (11 AAC 83) grants authorization to conduct activities on state lands as proposed in the Colville River Unit (CRU) Plan of Operations (Plan) amendment application dated June 12, 2018 for the above referenced project.

#### Scope:

ConocoPhillips Alaska, Inc. (CPAI) requests approval to replace an existing Jet A fuel storage tank with two new 12,000-gallon double-walled stainless steel tanks on the CD-1 gravel pad located in the CRU. The Jet A tank replacement is required to meet internal Global Aviation Standards as well as applicable industry codes and specification. The project also requires replacement of the existing pump house module that contains the fueling and loading equipment. The new tanks and pump house module will be placed in the current location of the existing tank and pump house module. Secondary containment will be constructed of concrete barriers and an impermeable liner.

### Plan activities include:

- Decommissioning and removal of existing Jet A tank.
- Installation of two new 12,000-gallon double-walled stainless steel tanks.
- Trenching to modify existing electrical lines and fuel piping.
- Installation of fuel piping, containment dike, and pump house module.
- Miscellaneous site work around the containment area.

### **Location information:**

CRU CD-1 Meridian: Umiat Township: 12N Lat: 70.3471035, Long: -150.9264660 ADL(s): 025558

Range: 5E

Section: 32

The Division provided a review and comment opportunity for the activities considered for authorization under this decision. The following government entities were notified on June 18, 2018, for comment on the Plan: Alaska Department of Environmental Conservation (ADEC), Alaska Department of Fish and Game (ADFG), and DNR: Division of Mining, Land & Water (DMLW), Division of Oil and Gas, and the North Slope Borough (NSB). The comment deadline was 4:30 pm Alaska time on July 2, 2018. No comments were received.

### **Conditions/Stipulations:**

1. A certified As-Built survey of the activity shall be provided within one year of placement of the improvement. This As-Built must be both digital and hard copy.

Please attach this amendment approval with the original decision. This unit operations amendment approval is issued in accordance with Alaska Statute 38.05, Alaska Administrative Codes 11 AAC 83.346 and 11 AAC 83.303. The Division reviewed this amendment under the unit regulation for the Plan, 11 AAC 83.346, and considers the factors set forth in 11 AAC 83.303(a) and (b). The amendment was also evaluated against the Colville River Unit agreement for conformance.

A person affected by this decision may appeal it, in accordance with 11 AAC 02. Any appeal must be received within 20 calendar days after issuance of the decision, as defined in 11 AAC 02.040(c) and (d) and may be mailed or delivered to the Commissioner, Department of Natural Resources, 550 W 7<sup>th</sup> Avenue, Suite 1400, Anchorage, Alaska 99501; faxed to 1-907-269-8918, or sent by electronic mail to dnr.appeals@alaska.gov. This decision takes effect immediately. If no appeal is filed by the appeal deadline, this decision becomes a final administrative order and decision of the department on the 31<sup>st</sup> day after issuance. An eligible person must first appeal this decision in accordance with 11 AAC 02 before appealing this decision to Superior Court. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources.

This approval signifies only that the State of Alaska has no objection to the operations outlined in the Plan amendment application. It does not constitute certification of any property right or land status claimed by the applicant nor does it relieve the applicant of responsibility to obtain approvals or permits from other persons or governmental agencies that may also be required. All stipulations contained in the original lease and subsequent Plan approvals remain in full force and effect.

If activities have not commenced, this approval expires on July 11, 2021. Failure to comply with the terms and conditions outlined in the lease, the attached stipulations, and this authorization may result in revocation of this unit operations approval.

Any questions or concerns about this amendment may be directed to Natural Resource Specialist James Hyun at 907-269-8885 or emailed to james.hyun@alaska.gov.

LONS 97-007, ConocoPhillips Alaska Inc., Colville River Unit, CD-1 Jet A Tank Replacement Unit Plan of Operations Amendment Decision

Sincerely,

Nathaniel Emery

Nathaniel Emery Natural Resource Specialist

Attachments: Figure 1 2018 North Slope Mitigation Measures

ecc: DOG: Graham Smith, Nathaniel Emery, Paul Blanche, spco.records@alaska.gov DMLW: Melissa Head, Becky Baird, Henry Brooks, Kimberly Maher ADF&G: Jack Winters ADEC: dec.water.oilandgas@alaska.gov and Laurie Silfven Borough: Jason Bergerson, Josie Kaleak, and Matt C. Dunn

7/11/2018