



THE STATE
of **ALASKA**
GOVERNOR BILL WALKER

Department of Natural Resources

DIVISION OF OIL AND GAS

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Anchorage, Alaska 99501-3560
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November 29, 2018

Kate Dodson
Environmental Coordinator
ConocoPhillips Alaska, Inc.
P.O. Box 100360
Anchorage, AK 99510-0360

RE: LONS 79-016, ConocoPhillips Alaska, Inc., Kuparuk River Unit, CPF-1, Monorail Crane System Unit Plan of Operations Amendment Decision.

Dear Ms. Dodson:

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 Kuparuk River Unit (KR) Plan of Operations (Plan) amendment application dated November 14, 2018 for the above referenced project.

Scope:

ConocoPhillips Alaska, Inc. (CPAI) requests authorization to install a 5-foot monorail crane system on an existing platform at the Central Processing Facility 1 (CPF-1) in the KR. The purpose of the project is to facilitate removal and installation of the shell covers on the existing glycol/crude coolers for maintenance and cleaning. The monorail structure will be pre-fabricated and transported to CPF-1 for assembly and installation. Construction equipment will include a crane, pick-up trucks, and an air compressor. All work will be conducted on-pad.

Project work will begin December 1, 2018 and be completed by January 31, 2019.

Plan activities include:

- Install monorail crane system

Location information:

Kuparuk River Unit
CPF-1

Meridian: Umiat Township: 11N
Lat. 70.3234872, Long. -149.60947 43 DD
ADL: 025648

Range: 10E

Section: 9

The project area is located approximately .25 of a mile south of the Kuparuk Landing Area (KLA) in the KRU.

Agency review:

The Division provided an agency courtesy review for the activities considered for authorization under this decision. The following government entities were notified on November 16, 2018 for comment on the Plan: Alaska Department of Fish and Game (ADFG), and DNR: Division of Mining Land and Water. 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 Kuparuk 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 7th 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 31st 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 November 29, 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 Paul Blanche at (907) 269-8570 or emailed to paul.blanche@alaska.gov.

Sincerely,



Nathaniel G. Emery
Natural Resource Specialist

Attachments: 2018 North Slope Areawide Final Best Interest Finding
Figures 1-2

ecc: DOG: Nathaniel Emery, James Hyun, Mark Henspeter, Ken Diemer
DMLW: Melissa Head, Kimberley Maher, Becky Baird, Cliff Enochs
ADF&G: Jack Winters

